



Build to Last

PSP Projects Pvt. Ltd.

ANNUAL REPORT 2012 -13



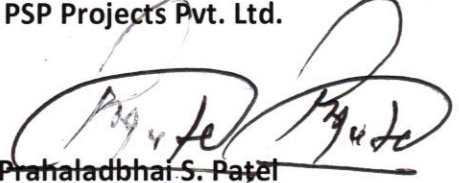
NOTICE

NOTICE is hereby given that the **5th Annual General Meeting** of the members of the company, will be held on **Friday, 27th September, 2013 at 11 a.m.** at the registered office of the company at 92, "Titanium", 9th Floor, Near Auda Garden, Prahladnagar, Satellite, Ahmedabad-380015 to transact the following business:

Ordinary business:

1. To receive, consider, approve and adopt audited accounts for the period ended on 31st March, 2013 and the Reports of Directors and Auditors thereon.
2. To declare dividend on Equity Shares for the Financial year 2012-13.
3. To appoint Auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and fix their remuneration

For PSP Projects Pvt. Ltd.


Prahaladbhai S. Patel
Chairman

Place: **Ahmedabad**

Date: **03/09/2013**

Registered Office:

92, "Titanium",
9th Floor, Near Auda Garden,
Prahladnagar, Satellite,
Ahmedabad-380015

Note:

A MEMBER ENTITLE TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLE TO APPOINT A PROXY TO ATTEND AND VOTE AT THE MEETING INSTEAD OF HIMSELF AND THAT A PROXY NEED NOT TO BE A MEMBER OF THE COMPANY.

DIRECTORS' REPORT

To,
The Members,

Your Directors have pleasure in presenting before you the Fifth Annual Report together with the Audited Statement of Accounts for the year ended on 31st March, 2013.

1. Financial Results :

Particulars	Current Year 2012-13 Rs.	Previous Year 2011-12 Rs.
Total Income from operations	260,96,89,863	180,75,35,885
Total Expenses	238,90,98,972	164,98,65,085
Profit before Depreciation	22,05,90,891	15,76,70,800
Depreciation	3,72,91,451	2,83,87,700
Profit after Depreciation	18,32,99,440	12,92,83,100
Provsion for Tax	6,05,22,413	4,23,20,018
Profit after Tax	12,27,77,027	8,69,63,082
Appropriations to		
Transfer to General Reserve	1,83,29,944	--
Proposed Dividend	80,00,000	--
Provision for Dividend Distribution Tax	13,59,600	--
Balance carried to Balance Shhet	9,50,87,483	8,69,63,082

2. Dividend :

Your Directors recommend dividend at the rate of Rs.10/- per share which would absorb Rs. 93,59,600/- (including dividend distribution tax of Rs. 13, 59,600/-).

3. Auditors :

The present Auditors of the company M/s. Prakash B. Sheth & Co., Chartered Accountants, Ahmedabad are due to retire at the ensuing annual general meeting and being eligible for reappointment, members are requested to reappoint them at the ensuing Annual General Meeting.

4. Directors :

No Director is liable to retire by rotation at the ensuing Annual General Meeting pursuant to the provisions of the Articles of Association of the Company.

5. Public Deposit :

The Company has not accepted or invited any deposit from the public within the meaning of Section 58 A of the Companies Act, 1956 and the rules framed there under read together with directives issued by the Reserve Bank of India.

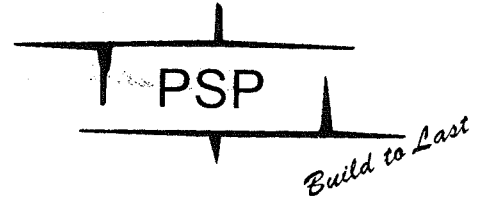
6. Directors' Responsibility Statement :

As stipulated in Section 217(2AA) of Companies Act, 1956, your Directors subscribe to the "Directors Responsibility Statement" and confirm that :

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

7. Energy Conservation, Technology Absorption & Foreign Exchange :

Additional information on conservation of energy, technology absorption and foreign exchange earnings and outgo, as required to be disclosed in terms of Section 217(1)(C) of the Companies Act, 1956 read together with the Companies (Disclosure of particulars in the Report of the Board of Directors) Rules 1988 has not been given considering the nature of business of the Company.



PSP Projects Pvt. Ltd.
(An ISO 9001:2008 Certified Company)

Foreign Exchange Earnings and Outgo :

	2012-13	2011-12
	Rs.	Rs.
Earnings	Nil	Nil
Outgo		
- Import of Capital Goods	68,26,793	71,21,037
- Professional and Consultation Fees	Nil	1,59,900
- Others	Nil	1,58,895

8. Particulars of Employees :

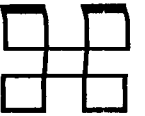
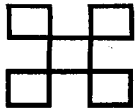
None of the employees of the company is in receipt of remuneration of more than Rs.60,00,000/-per annum or Rs.5,00,000/- per month, where the employment is for a part of the year, and as such the particulars of employees as contemplated under Section 217(2A) of the Companies Act,1956 read with Companies(Particulars of Employees) Rules,1975 is not attached to this report.

For and on behalf of the Board


Prahladbhai S Patel
Chairman

Place : **Ahmedabad**

Date : **3-9-2013**



PSP PROJECTS PVT. LTD.

92, TITANIUM, 9TH FLOOR,
PRAHLADNAGAR CORPORATE ROAD,
OPP. ASHWARAJ BUNGLOWS,
NR. PRAHLADNAGAR AUDA GARDEN,
SATELLITE AHMEDABAD 380015.

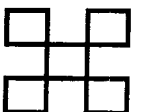
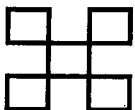
STATUTORY AUDIT REPORT

ACCOUNTING YEAR : 2012-2013

--- : AUDITORS : ---

PRAKASH B.SHETH & CO.

CHARTERED ACCOUNTANTS
212/213, PRATIBHA I, B/H SAKAR I,
OPP. GANDHIGRAM RLY. STATION,
NAVRANGPURA, AHMEDABAD.
PH. NO. 26583021



PRAKASH B SHETH & CO.
CHARTERED ACCOUNTANTS.

212/213, Pratibha-1
B/H Sakar-1,
Navrangpura,
Ahmedabad-380009.

Independent Auditor's Report

To the Members of
PSP Projects Pvt.Ltd,

We have audited the accompanying financial statements of PSP Projects Pvt. Ltd. ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

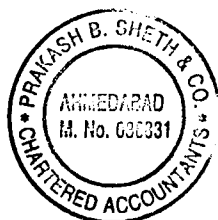
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

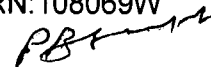
In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- b) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and



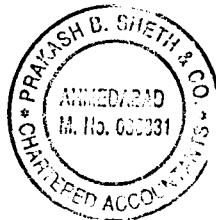
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.
1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
- 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 account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For Prakash B.Sheth & Co.
Chartered Accountants
FRN:108069W



Prakash B.Sheth
(Proprietor)
Membership No. : 036831

Place: Ahmedabad
Date: 03/09/2013



ANNEXURES TO THE AUDITORS REPORT

(REFERRED TO IN PARAGRAPH (3) OF OUR REPORT OF EVEN DATE)

On the basis of such checks as we considered appropriate and in terms of the information and explanation given to us, we state that;-

- i. (a)The Company has Maintained Proper records showing full particular including quantitative details and situation of fixed assets. However records are under process of updating the details of fixed assets purchased during the year.

(b)Fixed Assets have been physically verified by the management at the end of the year which in our opinion is reasonable having regard to the size of the company and the nature of its fixed assets. No material discrepancies were noticed on such verification.

(c) The Company has not disposed off any substantial part of its fixed assets so as to affect its outgoing concern;
- ii. (a)In our opinion and according to information & explanations given to us the inventories have been physically verified by the management. In our opinion, the frequency of verification is reasonable.

(b)The procedures explained to us, which are followed by the management for physical verification, are, in our opinion, reasonable and adequate in relation to the size of the Company and the nature of its business;

(C) The Company has not maintained day to day quantitative records of the inventory. So we are not able to find out the discrepancies between the inventory records and the result of physical verification.
- iii. (a)The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in register maintained under section 301 of the Act.

(b),(c),& (D) Since no loans has been granted by the company, questions of terms & conditions are prima facie prejudicial to the interest of the company, receipt is regular & overdue amount is of more than Rs. One lac do not arise.

(e)According to the information and explanations given to us the company has taken loan from one party covered in the register maintained under section 301 of the Companies Act. The maximum amount outstanding during the year was

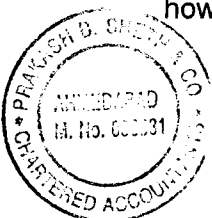


Rs.13,96,77,662.38 and the year-end balance of loans taken from such parties was Rs. 10,09,94,901.38

(f)As informed to us there is no stipulation regarding interest and repayment of principal amount of loan taken from the parties hence we could not opined whether it is prima facie prejudicial to the interest of the company or not.

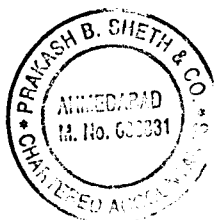
(g)As there is no stipulation regarding payment of interest and principal amount, the overdue amount is not ascertainable.

- iv. In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for sale of goods services. During the course of our audit we have not observed any major weaknesses in internal control system. We have not observed any continuing failure to correct major weaknesses in internal control.
- v. (a)On the basis of the audit procedures performed by us, and according to the Information's, explanations and representations given to us we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.
- (b)In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts have been made at prices which are reasonable having regard to the prevailing market price at the relevant time.
- vi. The company has not accepted deposits from the public within the meaning of section 58A and 58AA or any the relevant provisions of the Act of the Companies Act and the rules framed there under.
- vii. In our opinion the company is not having any Internal Audit System commensurate with size and the nature of its business.
- viii. We have broadly reviewed the Cost Records maintained by the Company pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under section 209 (1) (d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed cost records have been maintained. We have however not made a detailed examination of the cost records.

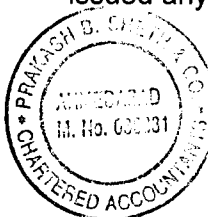


- ix. (a) According to the information's and explanations given to us no undisputed amounts payable in respect of Provident Fund, Invest Education and Protection Fund, Employees State Insurance, Income Tax, Wealth Tax, Sales Tax, Custom duty, Excise Duty, Cess and other statutory dues were outstanding as at 31st March 2013 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us no disputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Custom Duty, and Excise Duty, and Cess. In respect of Service Tax details of disputed dues not deposited are given hereunder:

Name of Statue	Nature of the Dues	Amount	Period to which amount relates	Forum where dispute is pending
Central Board of Excise & Customs	Service Tax	11,88,830/-	2009-10	Appeal is filed with commissioner (A) & Pending for order
Central Board of Excise & Customs	Service Tax	8,74,813/-	2008-09	Appeal is filed in tribunal & unconditional stay has been in receipt & matter pending for final phase
Central Board of Excise & Customs	Service Tax	97,38,603/-	2008-09	Appeal is filed in tribunal & unconditional stay has been in receipt & matter pending for final phase



- x. The Company has no accumulated losses more than 50% at the end of the financial year. The Company has not incurred cash losses during the financial year under report and in the immediately preceding financial year.
- xi. On the basis of the records examined by us and the information and explanations given to us the Company has not defaulted in repayment of dues to financial institution, banks or debenture holders.
- xii. As explained to us the Company has not granted any loans or advances on the basis of security by the way of pledge of shares, debentures or any other securities;
- xiii. Looking to the nature of activities being carried on, at present, by the company and also considering the nature of the matters referred to in the various clauses of the Companies (Auditor's Report) order 2003, the said clause is in our opinion not applicable to the company.
- xiv. On the basis of the records examined by us and the information and explanations given to us, the company has not traded in shares, and securities, debentures and other investments during the year.
- xv. According to the information and explanations given to us, and the representations made by the management, the Company has not given guarantee for loans taken by others from any bank or financial institution;
- xvi. On the basis of information and explanations given to us, the term loan availed by the company have been utilized for the purpose for which the said loans have been taken.
- xvii. According to the information and explanations given to us and on an overall examination of the Financial statements of the Company and after placing reliance on reasonable assumptions made by the Company for classification of long term and short term usages of funds, we are of the opinion that funds raised for the short term basis have not been used for long term investment.
- xviii. 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;
- xix. On the basis of the records and the documents maintained by us, Company has not issued any secured debentures during the year;



- xx. The Company has not raised any money by public issue during the year;
- xxi. According to the information and explanations given to us, and to best of our knowledge and belief, no fraud on or by the company, has been noticed or reported by the Company during the year;

For Prakash B Sheth & Co.
Chartered Accountants
Firm Reg. No.108069W

Place: Ahmedabad



Date: 03.09.2013

Proprietor
M.No.036831



PSP PROJECTS PVT. LTD.				
Balance Sheet as at 31st March 2013				
			Amt. in Rupees	
	PARTICULARS	NOTE NO	As at March 31, 2013	As at March 31, 2012
I	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	Share capital	3	80,00,000	80,00,000
	Reserves and Surplus	4	26,20,67,088	14,86,49,661
			27,00,67,088	15,66,49,661
2	Non-current liabilities			
	Long term borrowings	5	11,54,31,917	15,11,18,181
	Deferred tax liabilities (net)		-	11,19,214
			11,54,31,917	15,22,37,395
3	Current liabilities			
	Short term borrowings	6	1,76,34,247	8,87,77,179
	Trade payables	7	35,42,27,586	20,72,49,606
	Other current liabilities	8	24,48,66,437	33,24,63,932
	Short Term Provisions	9	94,74,595	-
			62,62,02,864	62,84,90,716
	Total		1,01,17,01,869	93,73,77,772
II	ASSETS			
1	Non current assets			
	<i>Fixed assets:</i>			
	Tangible assets	10	18,46,43,744	18,01,78,939
	Non current investments	11	3,49,22,750	2,58,94,750
	Deferred tax assets (net)		4,284	-
	Long term loans and advances	12	1,83,61,537	55,45,134
	Other non-current assets	13	2,31,22,756	1,13,86,430
			26,10,55,072	22,30,05,253
2	Current Assets			
	Current investments	14	-	10,00,000
	Inventories	15	1,83,50,985	1,42,13,160
	Trade receivables	16	12,59,94,261	20,86,49,071
	Cash and cash equivalent	17	44,61,39,740	35,93,53,083
	Short Term loans and advances	18	13,95,48,884	11,87,63,726
	Other current assets	18	2,06,12,928	1,23,93,478
			75,06,46,798	71,43,72,518
	Total		1,01,17,01,869	93,73,77,772

Notes forming part of the Account 1 to 27

As per our Report of even date attached


FOR, PRAKASH B. SHETH & CO.
Chartered Accountants
FRN : 108069W

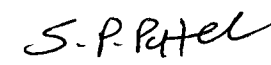
Prakash B.Sheth
Proprietor
M.No.036831

Place : Ahmedabad

DATE : 3rd September, 2013

FOR, PSP PROJECTS PVT. LTD.


Prahladbhai S. Patel
Directors


Shilpaben S. Patel
Directors

Place : Ahmedabad

DATE : 3rd September, 2013



PSP PROJECTS PVT. LTD.				
Profit and loss statement for the year ended 31st March 2013				
			Amt. in Rupees	
	PARTICULARS	NOTE NO	For the year 2012-13	For the year 2011-12
I	Revenue from operations	21	2,57,24,51,203	1,78,64,23,008
	Less: Excise Duty		-	-
			2,57,24,51,203	1,78,64,23,008
II	Other income	22	3,72,38,661	2,11,12,877
III	Total Revenue (I+II)		2,60,96,89,863	1,80,75,35,885
IV	Expenses			
	Cost of materials consumed	23	98,75,92,552	63,99,04,557
	Changes in inventories of finished goods, Work in Progress and Stock in Trade	24	(79,10,340)	1,48,87,340
	Employee benefits expenses	25	6,43,68,903	4,89,19,217
	Finance cost	26	3,69,34,856	2,26,68,243
	Depreciation and amortization expenses	10	3,72,91,451	2,83,87,700
	Other expenses	27	1,30,81,13,001	92,34,85,728
	Total expenses		2,42,63,90,423	1,67,82,52,785
V	Profit before exceptional and extraordinary items and tax (III-IV)		18,32,99,440	12,92,83,100
VI	Exceptional items		-	-
VII	Profit before extraordinary items and tax (V-VI)		18,32,99,440	12,92,83,100
VIII	Profit before tax (VII)		18,32,99,440	12,92,83,100
IX	Tax expenses			
	Current tax		6,16,45,911	4,14,93,504
	Deferred tax		(11,23,498)	8,26,514
X	Profit (Loss) for the period from continuing operations		12,27,77,027	8,69,63,082
	Tax Adjustment of Earlier Year		-	-
	Profit (Loss) after Tax Adjustment		12,27,77,027	8,69,63,082
XI	Profit (Loss) for the period (X)		12,27,77,027	8,69,63,082
XII	Earning per equity share		153.47	108.70
	Basic and diluted			

As per our Report of even date attached

FOR, PRAKASH B. SHETH & CO.
Chartered Accountants
FRN : 108069W

PB Sheth

Prakash B. Sheth
Proprietor
M.No.036831

FOR, PSP PROJECTS PVT. LTD.

P. S. Patel

Prahladbhai S. Patel
Directors

S. P. Patel

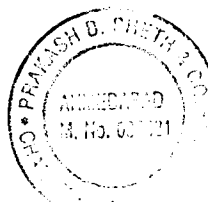
Shilpaben S. Patel
Directors

Place : Ahmedabad

Place : Ahmedabad

DATE : 3rd September, 2013

DATE : 3rd September, 2013



PSP PROJECTS PVT. LTD.

NOTES TO FINANCIAL STATEMENTS

NOTE : 3

SHARE CAPITAL

**AS ON
31/03/2013**

**AS ON
31/03/2012**

AUTHORISED

10,00,000 Equity Shares of Rs. 10/- Each

1,00,00,000

1,00,00,000

ISSUED, SUBSCRIBED & PAID UP

8,00,000 Equity Shares of Rs. 10/-
each fully paid up
(8,00,000 Equity Shares of Rs. 10/-
each fully paid up)

80,00,000

80,00,000

Total

80,00,000

80,00,000

Termes/Rights attached to Equity Shares

The Company is having only one class of Equity shares having par vale of Rs. 10/ each

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares

31-03-13

31-03-12

No.

Amount Rs.

At the beginning of the period

8,00,000

80,00,000

6,27,677

62,76,770

Add: New issue during the period

-

-

1,72,323

17,23,230

Outstanding at the end of period

8,00,000

80,00,000

8,00,000

80,00,000

Details of shareholders holding more than 5% shares in the Company

Name of the Shareholders

Percentage Holding

No. of Shares

31/03/2013

31/03/2012

31/03/2013

31/03/2012

Prahladbhai S. Patel

99.50%

99.50%

7,96,000

7,96,000

Shilpaben P. Patel

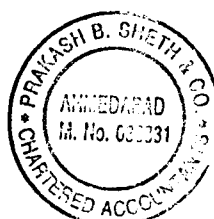
0.50%

0.50%

4,000

4,000

As per the records of the Company, including its register of shareholders/Members and other declarations received from the shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares



NOTE : 4**RESERVE AND SURPLUS****Surplus**

		AS ON 31/03/2013	AS ON 31/03/2012
Opening Balance	14,86,49,661		6,16,86,579
Less:			
Proposed Dividend	(80,00,000)		-
Provision for Dividend Distribution Tax	(13,59,600)		-
Trf. To General Reserve	(1,83,29,944)		-
Add :			
Additions during the year	12,27,77,027	24,37,37,144	8,69,63,082
			14,86,49,661

General Reserve

Opening Balance	-		-
Add : Transferred from Current profit	1,83,29,944	1,83,29,944	-

Total	26,20,67,088	14,86,49,661
--------------	---------------------	---------------------

NOTE : 5**LONG TERM BORROWINGS****Secured****Term Loans from Schedule Bank:**

For Plant & Machinery		-
The Kalupur Comm. Co. Op. Bank Ltd.	7,80,000	11,70,000
(Secured Agst. HYWA Ashok Leyland Crane)		
AXIS Bank Ltd.	-	11,28,358
(Secured Agst. Mercedes Benz Car)		
HDFC Bank Ltd.	-	4,67,821
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	-	4,67,821
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	-	4,67,814
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	-	4,67,814
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	-	6,73,755
(Secured Agst. Batching Plant - 1)		
HDFC Bank Ltd.	-	22,23,504
(Secured Agst. Batching Plant - 2)		
HDFC Bank Ltd.	-	2,66,427
(Secured Agst. Eicher Truck)		
HDFC Bank Ltd.	-	3,42,124
(Secured Agst. Ashok Leyland)		
HDFC Bank Ltd.	-	3,42,128
(Secured Agst. Ashok Leyland)		
HDFC Bank Ltd.	-	3,68,256
(Secured Agst. Concrete Pump)		
HDFC Bank Ltd.	-	5,90,411
(Secured Agst. Concrete Pump)		
HDFC Bank Ltd.	-	2,25,357
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	-	2,25,357
(Secured Agst. Transit Mixture)		



HDFC Bank Ltd.	-	2,25,357
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	-	2,25,357
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	-	1,55,430
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	-	1,55,430
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	6,35,174	11,35,814
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	5,53,471	14,05,471
(Secured Agst. ACE Tower Crane)		
ICICI Bank Ltd.	5,53,471	14,05,471
(Secured Agst. ACE Tower Crane)		
ICICI Bank Ltd.	5,53,471	14,05,471
(Secured Agst. ACE Tower Crane)		
ICICI Bank Ltd.	2,64,650	14,05,471
(Secured Agst. ACE Tower Crane)		
ICICI Bank Ltd.	5,53,471	4,73,290
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	3,68,970	4,73,290
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	6,35,174	4,73,290
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	6,35,174	11,35,814
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	2,64,650	11,35,814
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	6,29,775	11,27,759
(Secured Agst. Concrete Pump)		
The Kalupur Comm. Co. Op. Bank Ltd.	14,51,504	21,51,500
(Secured Agst. Liebherr Tower Crane)		
From Others		
(Secured Agst. Honda Accord Car)		
Kotak Mahindra Prime Ltd.	-	20,087
(Secured Agst. Verna Car)		
BMW India Finance Services Pvt. Ltd.	5,83,061	12,68,145
(Secured Agst. BMW 320D)		
(Secured Agst. Tata 207 Mobile Car)		
Sundram Finance Ltd.	-	60,308
(Secured Agst. Tata 207 Mobile Car)		
(The above loan is secured against Hypothecations of Machineries)		
Loans and advances from related parties		
Unsecured		
From Directors	10,09,94,901	11,98,77,662
From Others	59,75,000	59,75,000
Total	11,54,31,917	15,11,18,181



NOTE : 6**SHORT TERM BORROWINGS****AS ON
31/03/2012**

KCCB BD - 001 (Secured agst. Book-debts of the co. and Equitable mortgage of residence & office of Directors & Personal Guarantee of Directors. The same is repayable on demand and carries interest @ 13%)	27,40,929	5,03,03,917
KCCB FDOD - 56 (Secured agst. Fixed Deposit of the co. The same is repayable on demand and carries interest @ 10.50%)	-	3,84,73,261
Cash Credit facilities from a scheduled bank (Secured agst. Equitable mortgage of residence office of Directors & Personal Guarantee of Directors. The same is repayable on demand and carries interest @14.50%.)	1,48,93,317	-
Total	1,76,34,247	8,87,77,179

NOTE : 7**TRADE PAYABLES****AS ON
31/03/2013****AS ON
31/03/2012**

Micro, Small and Medium Enterprises		-
Others	35,42,27,586	20,72,49,606
Total	35,42,27,586	20,72,49,606

NOTE : 8**OTHER CURRENT LIABILITIES****AS ON
31/03/2012****Current Maturities of Long Term Debt**

The Kalupur Comm. Co. Op. Bank Ltd. (Secured Agst. HYWA Ashok Leyland Crane)	3,90,000	3,90,000
AXIS Bank Ltd. (Secured Agst. Mercedes Benz Car)	11,28,358	10,21,417
BMW India Finance Services Pvt. Ltd. (Secured Agst. BMW 320D)	6,69,460	5,70,995
HDFC Bank Ltd. (Secured Agst. Transit Mixture)	4,67,821	5,72,526
HDFC Bank Ltd. (Secured Agst. Transit Mixture)	4,67,821	5,72,526
HDFC Bank Ltd. (Secured Agst. Transit Mixture)	4,67,814	5,72,525
HDFC Bank Ltd. (Secured Agst. Transit Mixture)	4,67,814	5,72,525
HDFC Bank Ltd. (Secured Agst. Batching Plant - 1)	6,73,755	10,69,665
HDFC Bank Ltd. (Secured Agst. Batching Plant - 2)	22,23,504	24,18,810
HDFC Bank Ltd. (Secured Agst. Eicher Truck)	2,66,427	2,61,673
HDFC Bank Ltd. (Secured Agst. Ashok Leyland)	3,42,124	5,43,164
HDFC Bank Ltd. (Secured Agst. Ashok Leyland)	3,42,128	5,84,648
HDFC Bank Ltd.	3,68,256	5,43,166



(Secured Agst. Concrete Pump)		
HDFC Bank Ltd.	5,90,412	6,42,268
(Secured Agst. Concrete Pump)		
HDFC Bank Ltd.	2,25,357	2,75,796
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	2,25,357	2,75,796
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	2,25,357	2,75,796
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	2,25,357	2,75,796
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	1,55,430	2,46,763
(Secured Agst. Transit Mixture)		
HDFC Bank Ltd.	1,55,430	2,46,763
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	5,00,640	5,86,872
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	8,52,000	6,53,318
(Secured Agst. ACE Tower Crane)		
ICICI Bank Ltd.	8,52,000	6,53,318
(Secured Agst. ACE Tower Crane)		
ICICI Bank Ltd.	8,52,000	6,53,318
(Secured Agst. ACE Tower Crane)		
ICICI Bank Ltd.	2,08,640	6,53,318
(Secured Agst. ACE Tower Crane)		
ICICI Bank Ltd.	8,52,000	2,44,506
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	1,04,320	2,44,506
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	5,00,640	2,44,506
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	5,00,640	5,86,872
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	2,08,640	5,86,872
(Secured Agst. Transit Mixture)		
ICICI Bank Ltd.	4,97,984	5,83,907
(Secured Agst. Concrete Pump)		
The Kalupur Comm. Co. Op. Bank Ltd.	6,99,996	6,99,996
(Secured Agst. Liebherr Tower Crane)		
Kotak Mahindra Prime Ltd.	22,519	2,75,744
(Secured Agst. Verna Car)		
Reliance Capital Fund		51,967
(Secured Agst. Tata 207 Mobile Car)		
Sundram Finance Ltd.	58,671	1,40,501
(Secured Agst. Tata 207 Mobile Car)		
Duties & Taxes Payable	83,90,889	34,96,260
Advances from Customers	13,77,82,303	13,31,92,310
Retention Money Deposit - Vendor	15,45,313	-
Vendor Security Deposit	2,02,17,539	17,00,000
Unpaid Expenses	82,79,985	2,87,99,593
Mobilization Advance	5,18,61,734	14,64,83,633
Total	24,48,66,437	33,24,63,932



NOTE : 9**SHORT TERM PROVISIONS**

	AS ON 31/03/2013	AS ON 31/03/2012
Provision for Wealth-Tax 2012-13	1,14,995	-
Proposed Dividend	80,00,000	-
Provision for Dividend Distribution Tax	13,59,600	-
Total	94,74,595	-

NOTE : 11**NON-CURRENT INVESTMENTS**

	AS ON 31/03/2013	AS ON 31/03/2012
84,350 Shares Of Kalupur Comm. Co.Op. Bank each of Rs. 25/- (Last Yr. 84,350 Shares)	21,08,750	21,08,750
6 years National Saving Certificate	15,000	25,000
SSNL FDR Certificate	10,00,000	-
Sardar Sarovar Nigam Limited	80,38,000	-
Capital Project Div Gandhinagar - 02	2,37,61,000	2,37,61,000
Total	3,49,22,750	2,58,94,750

Quoted Investments	-	-
Unquoted Investments	3,49,22,750	21,33,750
Provision for dimunition in value	-	-

NOTE : 12**LONG TERM LOANS AND ADVANCES**

	AS ON 31/03/2013	AS ON 31/03/2012
(Unsecured considered good)	-	-
Loans & Advances	-	-
Deposit	1,83,61,537	55,45,134
Total	1,83,61,537	55,45,134

NOTE : 13**OTHER NON CURRENT ASSETS**

	AS ON 31/03/2012	AS ON 31/03/2012
Unsecured, considered good	-	-
Retention Money Deposit	2,31,22,756	1,13,86,430
Total	2,31,22,756	1,13,86,430

NOTE : 14**CURRENT INVESTMENTS**

	AS ON 31/03/2013	AS ON 31/03/2012
SSNL FDR	-	10,00,000
Total	-	10,00,000

Quoted Investments	-	-
Unquoted Investments	-	10,00,000
Provision for dimunition in value	-	-



NOTE : 10

FIXED ASSETS

Sr. No.	Assets	GROSS BLOCK (AT COST)				DEPRECIATION				NET BLOCK	
		Opening Balance 01-04-12	Addition During The Year	Deduction	Closing Balance 31-03-13	Opening Balance 01-04-12	Provided For The Year	Written Back	Closing Balance 31-03-13	As on 31-03-13	As on 31-03-12
1	Building	65,87,955	-	-	65,87,955	9,82,216	5,60,574	-	15,42,790	50,45,165	56,05,739
2	Furniture & Fixture	49,38,831	1,55,262	-	50,94,093	19,58,026	5,55,520	-	25,13,546	25,80,547	29,80,805
3	Plant & Machinery	19,19,79,907	3,12,47,061	63,678	22,31,63,290	4,09,76,238	2,92,38,862	24,799	7,01,90,301	15,29,72,989	15,10,03,669
4	Computer	1,23,09,681	7,73,600	-	1,30,83,281	21,56,897	42,71,397	-	64,28,294	66,54,987	1,01,52,784
5	Vehicles*	1,52,48,514	99,03,350	11,34,806	2,40,17,058	48,12,572	26,65,098	8,50,668	66,27,002	1,73,90,056	1,04,35,942
	Total	23,10,64,888	4,20,79,273	11,98,484	27,19,45,677	5,08,85,949	3,72,91,451	8,75,467	8,73,01,933	18,46,43,744	18,01,78,939

* Vehicles owned in the name of Mr. Prahladbhai S. Patel (Director)

Vehicle Name Registration No.

Bajaj Platina Bike GJ-1-JF-2431

BMW 320D GJ-1-KR-8010

Honda Accord GJ-1-HS-3583

Hyundai Verna GJ-1-KE-8010

Maruti Swift GJ-1-HM-2295

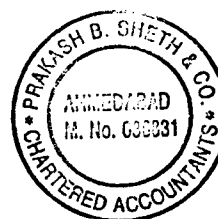
Maruti Swift GJ-1-KA-4010

Mercedes - Benz GJ-1-KJ-8010

Tata Mobile GJ-24-U-8010

Tata Mobile GJ-1BU-8010

Tata Mobile GJ-1-BX-8484



NOTE : 15**INVENTORIES**

	AS ON 31/03/2013	AS ON 31/03/2012
Raw Materials	60,77,985	98,50,500
Work in Progress	1,22,73,000	43,62,660
Stores & Spares	-	-
Total	1,83,50,985.45	1,42,13,160

NOTE : 16**TRADE RECEIVABLES**

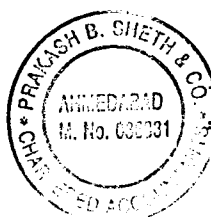
	AS ON 31/03/2013	AS ON 31/03/2012
Unsecured, considered good		
More than six months	1,74,84,062	2,70,25,760
Others	10,85,10,200	18,16,23,311
Total	12,59,94,261	20,86,49,071

NOTE : 17**CASH & CASH EQUIVALENTS**

	AS ON 31/03/2013	AS ON 31/03/2012
Balances with banks		
- Bank of Baroda - FDOD	19,44,804	4,68,494
- KCCB - FDOD	52,27,078	13,085
- KCCB - CC	-	8,66,245
- Current Account	5,24,84,164	3,04,44,812
Cash on hand	12,48,115	7,39,459
Fixed Deposit With Bank with maturity within 3 months	18,02,60,205	6,19,52,789
Other Bank Balance		
Fixed Deposit with bank with maturity between 4 to 12 months	13,52,82,151	19,38,65,821
Fixed Deposit - Maturity more than 12 months	6,96,93,222	7,10,02,378
Total	44,61,39,740	35,93,53,083

NOTE : 18**SHORT TERM LOANS AND ADVANCES****(Unsecured Considered Good)****Loans and advances to related parties**

	AS ON 31/03/2013	AS ON 31/03/2012
Advance to Staff	4,21,368	7,95,455
Excise Duty Refund Receivable	10,19,700	10,19,700
Taxes paid in advance	16,11,594	1,19,62,492
Advances to Suppliers	89,03,173	1,54,92,747
Cenvat Credit Receivable	5,76,210	3,86,648
Service Tax Receivable	39,51,559	12,70,778
Works Contract Tax	21,09,373	12,08,721
Loans & Advances	94,13,398	15,04,396
Retention Money Deposit	8,37,83,409	7,96,66,208
EMD Deposit	2,58,01,400	32,66,695
Prepaid Expenses	19,57,700	21,89,886
Total	13,95,48,884	11,87,63,726



NOTE : 19

OTHER CURRENT ASSETS

Interest Accrued but not due on Fixed Deposit
with bank and on NSC**Total****AS ON
31/03/2013****2,06,12,928****2,06,12,928****AS ON
31/03/2012****1,23,93,478****1,23,93,478****NOTE : 20**

CONTINGENT LIABILITIES & COMMITMENTS

Contingent LiabilitiesClaims against the company not
acknowledged as debt**Total****AS ON
31/03/2013****1,18,02,246****1,18,02,246****AS ON
31/03/2012****8,69,813****8,69,813****NOTE : 21**

REVENUE FROM OPERATIONS

Sale of Products
Other Operating Revenue
Less:
Excise Duty**Total****CURRENT YEAR
31/03/2013****83,25,593****2,56,41,25,610****-****2,57,24,51,203****CURRENT YEAR
31/03/2012****44,75,765****1,78,19,47,243****-****1,78,64,23,008****Sale of Products comprises**

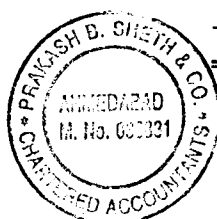
Ready Mix Concrete

83,25,593**44,75,765****Other Operating Revenue Comprises**

Contract Receipts

2,56,41,25,610**1,78,19,47,243****2,57,24,51,203****1,78,64,23,008****NOTE : 22**

OTHER INCOME

Interest Received on Fixed Deposit with Banks
Interest Received on Income Tax Refund
Interest Received from Loans & Advances
Interest on SSNL Bond
Interest on NSC
Interest on Income Tax Refund
Interest Income on Deposit
Dividend Income
Forex Gain / Loss
Profit / Loss on sale of assets
Kasar / Discount**Total****CURRENT YEAR
31/03/2013****3,26,85,771****-****3,69,075****25,40,383****4,927****3,84,371****5,700****3,30,000****3,30,040****12,983****5,75,411****3,72,38,661****PREVIOUS YEAR
31/03/2012****1,72,21,449****13,925****22,64,401****6,57,949****2,153****-****-****1,03,750****-****-****8,49,249****2,11,12,877**

NOTE : 23**COST OF MATERIAL CONSUMED**

	CURRENT YEAR 31/03/2013	CURRENT YEAR 31/03/2012
Opening Stock	98,50,500	93,34,000
Add: Purchases	98,38,20,038	64,04,21,057
	99,36,70,538	64,97,55,057
Less: Closing Stock	60,77,985	98,50,500
Total	98,75,92,552	63,99,04,557

Materials Consumed comprises of :

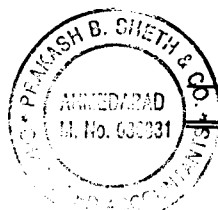
Steel	35,36,91,558	15,31,77,597
Cement	11,61,43,684	9,05,04,751
Stone	12,59,33,845	5,89,37,909
Bricks	4,38,81,776	5,49,48,139
Concrete	26,00,053	3,50,50,838
Wood	4,02,79,676	3,01,88,235
Aggregate	3,00,12,430	2,86,12,913
Sanitary & Plumbing Items	8,60,99,410	2,80,32,651
Others	18,89,50,120	16,04,51,524
	98,75,92,552	63,99,04,557

NOTE : 24**CHANGES IN INVENTORIES OF FINISHED GOODS,
WORK-IN PROGRESS AND SOCK IN TRADE**

	CURRENT YEAR 31/03/2013	PREVIOUS YEAR 31/03/2012
<u>Inventories at the end of the year</u>		
Work-in-progress	1,22,73,000	43,62,660
	1,22,73,000	43,62,660
<u>Inventories at the beginning of the year</u>		
Work-in-progress	43,62,660	1,92,50,000
	43,62,660	1,92,50,000
Net (Increase)/Decrease	(79,10,340)	1,48,87,340

NOTE : 25**EMPLOYEE BENEFIT EXPENSE**

	CURRENT YEAR 31/03/2013	CURRENT YEAR 31/03/2012
Salary	4,61,66,967	3,37,70,322
Bonus	41,53,888	26,77,973
Director Salary	35,00,000	33,00,000
Conveyance Allowances	24,67,100	40,32,406
Transport Allowances	-	10,09,686
Medical Reimbursement	37,26,056	15,26,509
Unifrom Allowances	4,20,783	18,76,827
House Rent Allowances	12,91,051	23,410
Leave Travel Allowances	1,03,286	2,123
Contribution to Provident Fund	2,25,126	1,63,217
ESI Contribution	2,38,239	27,706
Medical Expenses	5,23,056	5,09,038
Variable Salary	15,53,351	-
Total	6,43,68,903	4,89,19,217



NOTE : 26**FINANCE COST****Interest on Borrowing :**

Interest on Machinery Loan	34,73,479	30,61,904
Interest on Vehicle Loan	4,04,660	4,55,715
Interest on Bank Borrowing	1,09,06,525	48,46,326

Interest Expenses Others :

Interest on Loan	1,79,87,400	1,00,03,005
Interest on Excise	272	710
Interest on Professional Tax	25	58
Interest on Service Tax	9,02,398	-
Interest on TDS	21,284	8,847

Other Borrowing Cost :

Finance Charges	1,50,000	27,215
Stamping Expenses	800	2,45,849
Bank Guarantee Charges	29,41,309	31,47,808
Bank Charges	1,46,704	8,70,806

Total**CURRENT YEAR
31/03/2013****CURRENT YEAR
31/03/2012****3,69,34,856****2,26,68,243****NOTE : 27****OTHER EXPENSES****Manufacturing Expenses:**

Carting Expenses	3,86,89,317	3,18,81,330
Electricity Expenses	24,06,208	2,52,902
Labour Expenses	51,27,015	52,83,284
Site Expenses	1,08,47,025	1,10,34,283
Total	5,70,69,565	4,84,51,799

Contract**Receipts**

Carting Expenses	6,47,09,626	10,29,82,426
Electricity Expenses	55,02,773	31,42,285
Labour Expenses	66,49,13,979	58,47,92,720
Site Expenses	1,83,64,856	1,73,98,803
Sub Contract Expenses	42,83,06,393	11,38,82,000
Total	1,18,17,97,627	82,21,98,234

Administrative Expenses:

Duties & Taxes	3,80,72,620	1,43,11,535
Penalty	2,27,346	97,095
Insurance Expenses	68,12,343	78,05,050
Repairs & Maintenance - Machinery	14,50,136	86,64,845
Repairs & Maintenance - Computer	2,30,999	1,33,315
Repairs & Maintenance - Vehicle	12,93,380	13,53,011
Advertisement Exps.	96,438	1,08,242
AMC Administrative Charges	-	10,00,000
Bad Debts Written Off	4,69,186	28,82,134
Business Promotion	4,43,500	4,95,631
Travelling & Conveyance	16,45,064	10,39,400
Donation	3,16,000	3,35,600
Electricity Charges	3,89,465	2,43,324



Office Expenses	6,13,708	7,97,754
Rent - Office	15,00,000	12,30,000
Rent - Godown Navapura	15,00,000	7,50,000
Rent - Machinery	1,06,350	2,45,560
Legal & Professional Charges	23,48,811	18,67,882
Consultation Charges	1,83,293	-
SAP Maintenance Charges	15,54,133	2,25,300
Security Service Charges	40,43,923	49,77,744
Printing & Stationery Charges	7,51,880	7,39,498
Tender Fees	3,46,070	1,20,978
Miscellaneous Expenses	7,25,244	4,83,830
Auditors Remuneration	65,000	50,000
Petrol & Diesel - Vehicle	22,73,292	17,40,705
Toll Tax Expenses - Vehicle	4,37,098	3,98,360
Road Tax	3,91,919	14,101
Telephone & Internet Charges	9,58,611	7,24,801

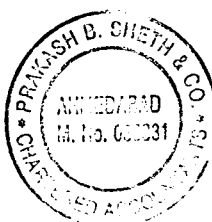
Total	6,92,45,809	5,28,35,696
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Total	1,30,81,13,001	92,34,85,728
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Payment to Auditors

Audit Fees	50,000	35,000
For Taxation Matters	15,000	15,000

Total	65,000	50,000
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PSP PROJECTS PVT. LTD.

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND NOTES :

1. Corporate Information:

PSP Projects Pvt. Ltd. is a Private Limited company domiciled in India and incorporated under the Provisions of Companies Act, 1956. The company is engaged in the manufacturing of Ready Mix Concrete & Construction of Infrastructure Projects etc.

2. Significant accounting policies

2.1 Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2.2 Use of Estimates

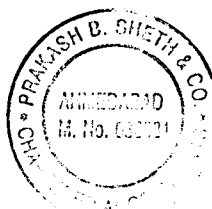
The preparation of financial statements in conformity with Indian Accounting Standards requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

2.3 Tangible fixed assets

All Tangible Fixed Assets are valued at cost. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use and all the expenses incurred up to preoperative period.

2.4 Depreciation and amortization

Depreciation has been provided on the written down value method as per the rates prescribed in Schedule XIV to the Companies Act, 1956. In respect of addition and sales of assets during the year, depreciation is provided on prorata basis.



2.5 Borrowing costs

Borrowing costs include interest, amortization of ancillary costs incurred in connection with the arrangements of borrowings. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilized for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset up to the date of capitalization of such asset is added to the cost of the assets.

2.6 Inventories

Inventories are valued at the lower of cost (on FIFO and weighted average basis) and the net realizable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress include appropriate proportion of overheads and, where applicable, excise duty.

2.7 Investments

Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments includes acquisition charges such as brokerage, fees and duties.

2.8 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Sale of Goods:

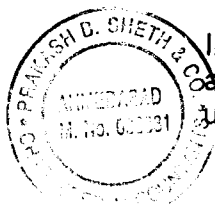
Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of goods. The company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. Excise duty deducted from revenue is the amount that is included in the revenue (Gross) and not the entire amount of liability arising during the year.

Income from Service:

Revenues from contract receipts are recognized when the bills are certified by the clients whenever it is applicable. In other cases contract receipts are recognized on accrual basis.

Interest:

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.



2.9 Retirement and other employee benefits:

Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the Provident Fund & Employee State Insurance are charged to the statement of profit and loss for the year when contributions are due. The Company has no obligation, other than the contribution payable to the Provident Fund & Employee State Insurance.

2.10 Income Tax:

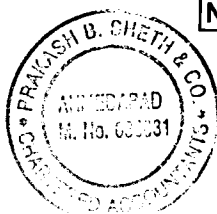
Tax expenses comprise current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current Income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

2.11 Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

Particulars	Up to 01-04-2012	Change During the Year	As at 31-03-2013
Deferred Tax Assets (Carry Forward Losses)	-	4,284	4,284
Deferred Tax Liabilities (Depreciation)	11,19,214	(11,19,214)	-
Net DTA / (DTL)	11,19,214	(11,14,930)	4,284



2.12 Earning per Share:

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.

Particulars	2012-2013	2011-2012
Profit for the year attributable to the Equity Shareholders (In Rs.)	12,27,77,027	8,69,63,082
Basic / Weighted average number of Equity Shares outstanding during the year	8,00,000	8,00,000
Nominal Value of Equity Share	10	10
Basic / Diluted earning per Share	153.47	108.70

2.13 Provisions:

A provision is recognized when the company has a present obligation as a result of past event. It is possible that an outflow of resources embodying benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

2.14 Contingent liabilities:

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but disclosed its existence in the financial statements.

2.16 Value of imported calculated on C.I.F. basis by the company during the financial year in Respect of

	For the year 2012-13	For the year 2011-12
Capital Goods	68,26,793	71,21,037



Expenditure in Foreign Currency during financial year on account of

	For the year 2012-13	For the year 2011-12
Professional & Consultation fees	Nil	1,59,900
Others	Nil	1,58,895

2.16 Segment Reporting:

Primary Business Segment:

The Company is primarily engaged in a single business segment of Civil Construction and accordingly this is the only primary reportable segment.

Geographical Segments:

The Company primarily sells its products within India only and hence accordingly there is only single geographical reportable segment.

2.17. Related Party Disclosure

a) Name of Key Management Personnel:

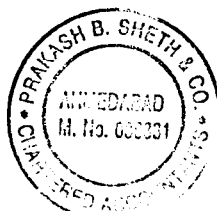
	For the year 2012-13	For the year 2011-12
1. Mr. Prahladbhai S. Patel Director		
2. Mrs. Shilpaben P. Patel Director		

b) Name of the company in which policies are controlled by common key management personnel: PSP Products Pvt. Ltd.

1) Remuneration to Mr. Prahladbhai S. Patel	27,00,000	27,00,000
2) Remuneration to Mrs. Shilpaben P. Patel	8,00,000	6,00,000
3) Loan taken from Prahladbhai S. Patel	10,09,94,901.38	11,98,77,662.38

4) Particulars of transaction with PSP Products Pvt. Ltd. The transactions are disclosed in aggregate value for the year:

Purchase of Goods	2,24,232	75,440
Services Received	15,44,474	29,91,875
Electricity Charges Recovered	1,80,256	2,90,786



Particulars of transaction with Mr. Prahladbhai S. Patel (Director). The transactions are disclosed in aggregate value for the year:

Rent Paid	30,70,800	19,80,000
Interest Paid	1,30,17,239	1,00,17,001

Signature to notes 1 to 2.17

As per our attached note of even date

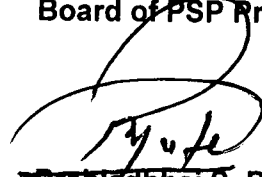
For Prakash B. Sheth Co.
Chartered Accountants
FRN : 108069W



(Prakash B. Sheth)
Proprietor
M. No. 036831

Place : Ahmedabad
Date : 03.09.2013

For and on behalf of the
Board of PSP Projects Pvt. Ltd.



Prahladbhai S. Patel
Director



Shilpaben P. Patel
Director

Place : Ahmedabad
Date : 03.09.2013

