



PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH,2005

(Rs. in thousands)

	SCHEDULE	2004-2005	2003-2004
INCOME			
VALUE OF WORK DONE		763,57,22	616,63,42
Sales		2,21,09	7,42,78
Work-in Progress		12,24,26	36,55,71
Other Receipts	11	30,60,91	26,71,61
Increase/(Decrease) in stock	12	(8,00,35)	(21,53,30)
Prior Period Adjustments(Net)	20	95,75	1,28,51
	TOTAL	801,58,88	667,08,73
EXPENDITURE			
Purchases		2,05,16	5,25,69
Material Consumed	13	26,41,21	53,54,72
Expenditure on Piece Rate Work/Consultancy	14	648,25,55	509,15,73
Salaries, Wages & Benefits	15	44,94,14	47,38,87
Other Expenses	16	23,86,10	20,83,59
Provisions & Write-offs	17	17,58,52	15,50,31
Depreciation & Amortisation	19	3,16,77	4,11,75
	TOTAL	766,27,45	655,80,66
Profit before interest and Income Tax Carried Over		35,31,43	11,28,07



(Rs. in thousands)

	SCHEDULE	2004-2005		2003-2004
Profit before interest and Income Tax Brought Forward		35,31,43		11,28,07
Interest	18	10,08,57		60,70
Profit before Income Tax		25,22,86		10,67,37
Less: Income Tax (Overseas Projects)		9,77		10,44
Less: Provision for current Tax		9,91,66		1,43,55
Add: Deferred tax Assets/(Liabilities):				
Current year	--	(6,75)	36,44	
Earlier year	--	31,16	5,47,38	
		-----	24,41	-----
Net Profit carried over to Balance Sheet		15,45,84		14,97,20
Accounting Policies	21			
Notes On Accounts	22			

Schedules 11 to 22 form integral part of the Profit & Loss Account.

Sd/-
(B.L. BAJAJ)
Director(Finance)

Sd/-
(S. SHANKAR)
Director(Projects)

Sd/-
(ARUP ROY CHOUDHURY)
Chairman-cum-Managing Director

Sd/-
(A.K. SINGH)
Company
Secretary

Sd/-
(R.K. TREHAN)
Addl. General Manager
(Finance)

Sd/-
(S.K. KHURANA)
General Manager
(Finance)

As per our report of even date.

For Dinesh Mehta & Co.
Chartered Accountants.

Sd/-
(ANUP MEHTA)

Place: New Delhi.
Date: 25th July, 2005
Partner



SCHEDULE-1

SHARE CAPITAL

(Rs. in thousands)

	AS AT 31.03.2005	AS AT 31.03.2004
AUTHORISED CAPITAL		
9,00,000 Equity shares (Previous year 9,00,000 Equity Shares) of Rs.1,000/- each	90,00,00	90,00,00
3,00,000 7% Non-cumulative Redeemable Preference Shares (Previous year 3,00,000) of Rs.1,000/- each	30,00,00	30,00,00
TOTAL	120,00,00	120,00,00
ISSUED, SUBSCRIBED & PAID UP		
9,00,000 Equity Shares (Previous year 9,00,000 Equity Shares) of Rs1,000/- each fully paid up	90,00,00	90,00,00
3,00,000 7% Non-cumulative Preference Shares Redeemable In 10 years upto 31.03.2007 (Previous year 3,00,000) of Rs.1,000/- each fully paid up	30,00,00	30,00,00
TOTAL	120,00,00	120,00,00



SCHEDULE-2

LOANS

(Rs. in thousands)

	AS AT 31.03.2005		AS AT 31.03.2004
SECURED LOANS			
Working Capital facilities from Banks	--		16,72
(Secured against hypothecation of inventories and current assets and further guaranteed by the President of India to the extent of Rs.8,00,00 thousands)			
TOTAL	----- -- =====		----- 16.72 =====
UNSECURED LOANS			
From Banks	35,72,24		35,72,24
Interest accrued and due	9,71,68		9,71,68
(Guaranteed by the President of India (Rs. 4,82,90 thousands is overdue for payment))	-----	45,43,92	-----
			45,43,92
From Govt. of India	--		--
Interest accrued and due (Overdue for payment)	67,13,57		67,13,57
	-----	67,13,57	-----
			67,13,57
From Govt. Bodies	--		--
Interest accrued and due (Guaranteed by the President of India in shape of Indemnity Bond) (Rs. 5,60,00 thousands is overdue for payment)	12,60,00		12,60,00
	-----	12,60,00	-----
			12,60,00
TOTAL	----- 125,17,49 =====		----- 125,17,49 =====



SCHEDULE-3

FIXED ASSETS

(Rs. in thousands)

SL. NO.	DECRPTION	GROSS BLOCK AT COST				DEPRECIATION				NET BLOCK	
		AS AT 01.04.04	ADDITION / ADJUSTMENT DURING THE YEAR	SALES/ TRANSFER/ ADJUSTMENTS DURING THE YEAR	AS AT 31.03.05 (3+4-5)	AS AT 01.04.04	FOR THE YEAR	SALES/ ADJUSTMENTS DURING THE YEAR	AS AT 31.03.05 (7+8-9)	AS AT 31.03.05 (6-10)	AS AT 31.03.04 (3-7)
1	2	3	4	5	6	7	8	9	10	11	12
1.	LAND (LEASE HOLD) MBP GHITORNI LODHI ROAD	#2,55,33 # 8,62	-- --	-- --	2,55,33 8,62	23,21 2,44	-- --	-- --	23,21 2,44	2,32,12 6,18	2,32,12 6,18
2.	OFFICE BUILDING	2,06,82	1,32,15	--	3,38,97	26,36	4,21	--	30,57	3,08,40	1,80,46
3.	RESIDENTIAL FLATS	21,01	--	--	21,01	4,76	35	--	5,11	15,90	16,25
4.	PLANT & MACHINERY	14,16,42	1,36,36	1,42,85	14,09,93	10,67,04	28,01	1,33,61	9,61,44	##4,48,49	3,49,38
5.	OFFICE FURNITURE & EQUIPMENTS	4,29,33	75,03	13,20	4,91,16	3,16,65	34,62	11,21	3,40,06	1,51,10	1,12,68
6.	FIXTURE & FITTINGS	12,86	1,12,96	--	1,25,82	12,35	3,01	--	15,36	1,10,46	51
7.	VEHICLES	3,21,50	3	15,42	3,06,11	2,32,22	10,14	14,65	2,27,71	##78,40	89,28
	TOTAL:-	26,71,89	4,56,53	1,71,47	29,56,95	16,85,03	80,34	1,59,47	16,05,90	13,51,05	9,86,86
	PREVIOUS YEAR FIGURES	26,25,68	2,18,57	1,72,36	26,71,89	17,40,56	1,00,37	1,55,90	16,85,03	9,86,86	8,85,12

Lease for 99 years.

Net block of P&M and Vehicles includes an amount of Rs. 26,30 thousands & Rs. 34 thousands respectively being the value of items retired from active use.



SCHEDULE 4

INVESTMENTS

(Rs. in thousands)

	AS AT 31.03.2005	AS AT 31.03.2004
--	---------------------	---------------------

CURRENT

Corporation's share in Joint Venture (IJM – NBCC – VRM)	15,00	15,00
	-----	-----
TOTAL	15,00	15,00
	=====	=====



SCHEDULE 5

INVENTORIES

(Rs. in thousands)

	AS AT 31.03.2005	AS AT 31.03.2004
As taken, valued and certified by the management		
Stores & Spare Parts (at cost)	30,59	28,32
Tools and Equipments etc. (at estimated realisable value)	1,70,36	1,26,16
Materials		
Building Material (Lower of historical cost and net realisable value)		
Own	1,30,59	2,40,29
Clients	70,57	55,37
Steel Scrap (at estimated realisable value)	1,74	1,83
Stores, Spares and Stock in Transit (at cost)	7,64	--
Centering, Shuttering & Scaffolding (At written down value)	7,48,68	8,55,15
Furniture, Fixtures & Equipments in Hostel/Staff camp (At written down value)	1,45	1,34
TOTAL	<u>11,61,62</u> =====	<u>13,08,46</u> =====



SCHEDULE 6

SUNDRY DEBTORS

(Rs. in thousands)

	AS AT 31.03.2005		AS AT 31.03.2004
Debts Outstanding for a period exceeding six months:			
Considered Good	323,85,44		303,21,52
Considered Doubtful	25,23,48		24,54,59
Less:- Provision	25,23,48		24,54,59
	-----	--	-----
Other Debts:			
Considered Good	124,91,63		104,59,45
	-----		-----
	448,77,07		407,80,97
Less:Credit amount lying in Clients' General Account (including advance against value of work done)	67,48,20		24,82,27
Material Account	1,12,15		1,17,36
	-----		-----
	68,60,35		25,99,63
	-----		-----
TOTAL	380,16,72		381,81,34
	=====		=====



SCHEDULE 7

CASH & BANK BALANCES:

(Rs. in thousands)

	AS AT 31.03.2005		AS AT 31.03.2004
Cash Balances			
Cash in Hand	3,56		5,52
Stamps in Hand	9		20
Remittances in Transit	8,56,37		2,35,63
Cheques in Hand	30,60		11,42,92
	-----	8,90,62	-----
			13,84,27
Bank Balances with Scheduled Banks			
Current Account	16,90,91		61,08,71
Fixed Deposits	460,47,69		231,77,25
Call Deposits	20,55		21,60
	-----	477,59,15	-----
			293,07,56
Bank Balances with Non Scheduled Banks			
In Deposit Account	1,49,25		1,49,25
In Current Account	9,98,95		9,95,63
In Fixed Deposits	1,94		2,60
	-----	11,50,14	-----
			11,47,48
TOTAL		497,99,91	-----
		=====	-----
			318,39,31
			=====

DETAILS OF BALANCES WITH NON-SCHEDULED BANKS

	Maximum balance during		Balance as at	
	2004-2005	2003-2004	31.03.2005	31.03.2004
<u>In Deposit Account</u>				
Rasheed Bank, Iraq	1,49,25	1,49,25	1,49,25	1,49,25
<u>In Current Account</u>				
Rasheed Bank, Iraq	9,79,35	9,79,35	9,79,35	9,79,35
ABN-AMRO Bank, New Delhi	50,00	2,45	--	1,20
T.C.Ziraat Bank, Turkey	20,95	31,96	19,60	15,08
<u>In Fixed Deposit</u>				
T.C. Ziraat Bank, Turkey	1,94	8,46	1,94	2,60



SCHEDULE 8

LOANS AND ADVANCES

(Rs. in thousands)

	AS AT 31.03.2005		AS AT 31.03.2004
Advances recoverable in Cash or in kind or for value to be received			
Secured - Considered Good	5,51		7,47
Unsecured – Considered Good	141,66,11		121,19,85
Unsecured – Considered Doubtful	6,87,41	6,87,41	
Less: Provisions	6,87,41	6,87,41	
	-----	-----	-----
		141,71,62	121,27,32
Security Deposits		53,11,17	42,84,86
Grant receivable from Govt. of India		13,00,00	13,00,00
Advance Turnover Tax		--	6,75,70
Advance Income Tax:			
2002-03	-	80	13,34
2003-04	-	2,17,97	1,84,04
2004-05	-	9,67,29	--
	-----	11,86,06	1,97,38
		-----	-----
TOTAL		219,68,85	185,85,26
		=====	=====

PARTICULARS OF LOANS & ADVANCES DUE FROM DIRECTORS INCLUDING CHAIRMAN-CUM-MANAGING DIRECTOR AND OFFICERS OF THE COMPANY

	LOANS & ADVANCES		MAXIMUM AMOUNT DUE AT ANY TIME DURING THE YEAR	
	AS AT 31.03.2005	AS AT 31.03.2004	THIS YEAR	PREVIOUS YEAR
Directors including Chairman-cum-Managing Director	--	--	5,88	2,21
Officers	8,38	11,67	15,81	17,74



SCHEDULE 9

CURRENT LIABILITIES & PROVISIONS:

(Rs. in thousands)

	AS AT 31.03.2005		AS AT 31.03.2004
CURRENT LIABILITIES			
<u>Sundry Creditors</u>			
(i) Small Scale Industries			
(a) M/s Indegenous Control and Elect.Pvt Ltd.	1,91		11
(b) M/s Alumilite Architectural Pvt Ltd.	3,00		5,00
	-----	4,91	-----
(ii) Others	451,41,28		344,59,21
Other Liabilities:			
Taxes Payable	5,95,22		5,16,36
Invoked Bank Guarantee	95,94		95,94
Earnest Money & Security Deposit	74,63,09		59,78,86
Employees Security Deposit	2,18		2,15
Amount Received from ECGC	17,67,03		17,67,03
Amount Received from MOUD	26,63,76		26,63,76
Advances from Clients (Include Mobilisation Advance secured by Bank Guarantees amounting to Rs. 20,91,47 thousands Previous year Rs.30,66,41 thousands)	411,46,94		343,27,44
Client's Material	70,57		55,37
TOTAL	----- 989,50,92 =====		----- 798,71,23 =====



(Rs. in thousands)

	AS AT 31.03.2005		AS AT 31.03.2004
PROVISIONS			
Gratuity			
Opening Balance	20,26,48		18,79,70
Less: Paid	1,85,42		2,73,18
	-----		-----
	18,41,06		16,06,52
Add: Additions	4,26,54		4,19,96
	-----	22,67,60	-----
			20,26,48
Taxation (Overseas Projects)	8,45,72		8,45,72
Less: Advance Tax	7,70,65		7,70,65
	-----	75,07	-----
			75,07
Taxation (Inland Projects)			
2002-2003	14,47		14,47
2003-2004	1,43,55		1,43,55
2004-2005	9,91,66		--
	-----	11,49,68	-----
			1,58,02
Leave Encashment			
Opening Balance	9,36,18		10,67,13
Less: Paid	1,05,51		1,56,99
	-----		-----
	8,30,67		9,10,14
Add: Additions	1,90,42		26,04
	-----	10,21,09	-----
			9,36,18
Other/Contingencies		89,89	79,34
		-----	-----
TOTAL	46,03,33		32,75,09
	=====		=====



SCHEDULE 10

MISCELLANEOUS EXPENDITURE

(To the extent not written off or adjusted)

(Rs. in thousands)

	AS AT 31.03.2005		AS AT 31.03.2004
Discrepancy in Fixed Assets	2,36		5,91
Less: Provisions	2,36		5,91
	-----	--	-----
Discrepancy in Stores	21,16		1,08,82
Less: Provision	21,16		1,08,82
	-----	--	-----
TOTAL	-----	--	-----

DEFERRED REVENUE EXPENDITURE

1) **Technical knowhow**

-- Opening Balance	--		--
-- Additions	19,51		--
	-----		-----
-- Total	19,51		--
-- Less: Written-off	3,25		--
	-----	16,26	-----

2) **Consultancy Charges**

--Opening Balance	--		--
--Additions	75,55		--
	-----		-----
--Total	75,55		--
--Less: Written-off	--		--
	-----	75,55	-----
TOTAL	-----	91,81	-----



SCHEDULE 11

OTHER RECEIPTS

	(Rs. in thousands)	
	2004-2005	2003-2004
Unadjusted credit balances written-back	1,34,92	8,29,53
Profit on Sale of Assets	30,22	39,85
Interest (Gross, Income Tax Deducted at source Rs. Nil Previous Year Rs. Nil)		
From Bank	18,02,39	11,31,06
On advances to staff	25	55
On advances to PRW/Suppliers	56,23	41,59
Others	4,99	25,16
Misc. Receipts	7,66,29	4,17,78
Rent	1,42,61	1,26,98
Profit in Joint Venture	--	13,31
Provisions Written-back.		
Gratuity	--	1,94
Sundry Debtors	26,74	9,58
Doubtful Advances	--	1,10
Discrepancy in Stores	90,78	31,24
Leave Encashment	--	1,94
Discrepancy in Fixed Assets	5,49	--
	-----	-----
TOTAL	30,60,91	26,71,61
	=====	=====



SCHEDULE 12

INCREASE/(DECREASE) IN STOCK

(Rs. in thousands)

	2004-2005		2003-2004
NET INCREASE/(DECREASE) IN STOCK			
WORK IN PROGRESS			
Opening Balance	71,97,86		58,17,26
Additions	12,24,26		36,55,71
	<u>84,22,12</u>		<u>94,72,97</u>
Less:			
i) Adjustment during the year	--		1,21,81
ii) Closing Balance	<u>76,21,77</u>		<u>71,97,86</u>
	8,00,35		21,53,30
TOTAL	8,00,35		21,53,30
	=====		=====

SCHEDULE 13

MATERIAL CONSUMED

(Rs. in thousands)

	2004-2005		2003-2004
Opening Stock	2,97,49		3,85,17
Add: Purchases:			
Material -	12,99,42		32,56,40
Land (Cost) -	14,99,32		25,92,74
	<u>27,98,74</u>		<u>58,49,14</u>
	30,96,23		62,34,31
Less:			
Transfers, Returns & Sales	2,59,37		6,01,13
Closing Stock	2,02,90		2,97,49
	<u>26,33,96</u>		<u>53,35,69</u>
Add: Carriage & Freight Inward	7,25		19,03
TOTAL	26,41,21		53,54,72
	=====		=====



SCHEDULE 14

EXPENDITURE ON PIECE RATE WORK/CONSULTANCY

	(Rs. in thousands)	
	2004-2005	2003-2004
Piece Work Labour (without material)	30,63,76	2,22,81
Piece Work contract(with material)	613,29,08	502,25,50
Consultancy	4,32,71	4,67,42
	-----	-----
TOTAL	648,25,55	509,15,73
	=====	=====

SCHEDULE 15

SALARIES, WAGES & BENEFITS

	(Rs. in thousands)	
	2004-2005	2003-2004
Salaries, Wages & other benefits	37,85,64	41,07,56
Contribution to Provident Fund	4,24,84	3,94,11
Workmen & Staff Welfare Expenses	2,83,66	2,37,20
	-----	-----
TOTAL	44,94,14	47,38,87
	=====	=====



**SCHEDULE 16
OTHER EXPENSES**

	(Rs. in thousands)	
	2004-2005	2003-2004
Insurance of work	26,88	11,22
Water, Electricity & Allied charges	1,89,80	1,55,05
Rent	1,16,16	2,34,30
Travelling & Conveyance	2,86,91	2,66,61
Entertainment	15,97	20,39
Auditor's Remuneration	6,80	9,23
CPF Audit	5	4
Certification work	1,36	76
Carriage & Freight(General)	49,83	36,18
Legal & Professional Charges	57,21	78,41
Postage, Telegram, Telephone & Telex	63,12	69,19
Printing & Stationery	60,29	66,95
Tender & Survey Expenses	27,96	27,39
Advertisement & Publicity	97,74	55,19
Royalty	31	41
Conference & Management		
Development Expenses	38,32	32,11
Stamp Duty	11,04	3,14,19
Wealth Tax	48	59
Sales Tax & Works Contract Tax	8,33,07	1,92,23
Bank charges & Guarantee Commission	52,40	98,35
Running Expenses of Plant & Machinery/Vehicles	50,78	48,01
Repairs & Maintenance:		
- Plant & Machinery/Vehicles	44,38	29,72
- Buildings	30,16	50,02
- Others	30,23	21,77
Rates & Taxes	1,18,31	1,17,80
Insurance	8,23	10,17
Hire Charges	72,47	69,54
Misc. Expenses	74,07	93,08
Exchange Loss	21,77	(25,31)
TOTAL	23,86,10	20,83,59



**SCHEDULE 17
PROVISIONS & WRITE-OFFS**

(Rs. in thousands)

	2004-2005		2003-2004
Provisions:			
- Gratuity	4,26,54		4,19,96
- Sundry Debtors	95,63		1,40,58
- Leave Encashment	1,90,42		26,04
- Discrepancy in Fixed Assets	1,94		--
- Discrepancy in Stores	3,12		47
- Doubtful Advances	--		1,56,89
- Others	10,55		--
	-----	7,28,20	-----
			7,43,94
Write-Offs:			
- Fixed Assets	5,49		--
- Stores	90,95		30,94
- Loss on Sale of Stores	--		97
- Loss on Sale of Assets	85		53
- Sundry Debtors	9,29,72		7,08,77
- Loans and Advances	6		65,16
- Technical knowhow	3,25		--
	-----	10,30,32	-----
			8,06,37
TOTAL		-----	-----
		17,58,52	15,50,31
		=====	=====



SCHEDULE 18

INTEREST

		(Rs. in thousands)	
		2004-2005	2003-2004
INTEREST			
-	On Term Loans	1,92,87	--
-	On cash credit from Bank	46	1,10
-	On Land Cost (Pragati Vihar)	8,02,25	--
-	Others	12,99	59,60
	TOTAL	<u>10,08,57</u>	<u>60,70</u>

SCHEDULE 19

DEPRECIATION & AMORTISATION

		(Rs. in thousands)	
		2004-2005	2003-2004
<u>DEPRECIATION</u>			
	Fixed Assets	80,34	96,40
	Temporary Hutments, Waterline & Electric Installations	80,97	9,69
	Furniture & Equipments	42	72
	TOTAL	<u>1,61,73</u>	<u>1,06,81</u>
<u>AMORTISATION</u>			
	CSS	1,17,12	2,77,17
	Loose Tools	36,55	26,95
	Laboratory Equipments	1,37	82
	TOTAL	<u>1,55,04</u>	<u>3,04,94</u>
	TOTAL	<u>3,16,77</u>	<u>4,11,75</u>



SCHEDULE 20

PRIOR PERIOD ADJUSTMENTS(NET)

(Rs. in thousands)

	2004-2005	2003-2004
EXPENDITURE		
Material Consumed	3,90	3,69
Piece Rate Labour	(11,53)	(1,42,05)
Interest	--	(3,07)
Consultancy	(83,86)	1,10
Bank Charges	(9,41)	(2,00)
Depreciation on fixed assets	--	3,97
TA Others	--	88
Loss in Joint Venture	--	(1,06)
Salary	2,11	--
Rent	1,22	--
Hire Charges	1,16	--
Repairs & Maintenance	66	--
	(a)	
	(95,75)	(1,38,54)
INCOME		
Value of Work Done	--	(10,03)
	(b)	
	--	(10,03)
Total (a) - (b)	(95,75)	(1,28,51)



**SCHEDULE 21
ACCOUNTING POLICIES**

3. FINANCIAL STATEMENTS

The financial statements are prepared under the historical cost basis and are in accordance with the generally accepted accounting principles and the provision of the Companies Act, 1956. The Company maintains its accounts on accrual basis as a going concern except where otherwise stated.

3. VALUE OF WORK DONE (INCOME RECOGNITION):

-) Value of work done is being shown in the accounts after deductions in the event of possible likely rejections. Such an evaluation of work done is based on the previous experience of the Management.
-) Value of work done and Sundry Debtors include:
 - xvi) Work done for the constituent for which only letters of intent have been received however formal contracts / agreements are in the process of execution.
 - xvi) Work executed and measured by the Corporation pending certification by the constituent.
 - xvi) Work executed but not measured/partly executed accounted for at engineering estimated cost.
 - xvi) Extra and substituted items to the extent considered realisable based on the previous experience of the Management.
 - xvi) Claims referred to arbitration or lodged against constituent to the extent considered realisable based on the previous experience of the Management.
 - xvi) Amount retained by the constituent is released after the commissioning of the project.
-) Value of work done for Real Estate Projects(Reality Project), taking into account the total expenditure incurred in the project, is accounted for in the year of actual receipts of sale proceeds or on the basis of execution of sale documents with the buyers.

3. WORK-IN-PROGRESS

Work-in-progress includes unsold portion of Real Estate pertaining to Reality Project and other projects where work has not yet started. The increase/decrease in Work-in-Progress is accounted for as income or expenditure for the year, as the case may be. Valuation of work in progress including unsold portion of reality project is being done on the basis of incurrence of expense directly attributable to the project.



3. **FIXED ASSETS**

Fixed Assets are stated at cost. Costs directly attributable to acquisition of fixed assets are capitalised

5. **DEPRECIATION & AMORTISATION**

-) Depreciation on fixed assets is calculated on straight line method in accordance with the provisions of schedule XIV to the Companies Act, 1956.
-) Fixed assets costing upto Rs.5000/- each are depreciated fully in the year of its aquisition.
-) Temporary hutments and installations are depreciated fully in the year of its creation.
-) Furniture, Fixtures and Equipments in Transit/Staff Camps are considered as Current Assets and the depreciation thereon is ascertained by deducting the realisable value as estimated by the Management from the book value.
-) Amortisation amounts in respect of Centering, Shuttering and Scaffolding, Loose Tools, Laboratory Equipment, empty containers & others is ascertained by deducting the realisable value, as estimated by the Management from the book value.

6. **FOREIGN CURRENCY TRANSACTIONS**

a) **Foreign Projects**

- (vi) Revenue items, other than opening and closing inventories and depreciation, are translated into Indian Currency at an average of opening and closing buying rates.
- (vi) Assets (other than Fixed Assets), liabilities relating to foreign projects have been translated into Indian currency at the closing buying rates. Balance of Head Office account in the books of branch is reported at the amount of balance of branch account appearing in the books of Head Office.
- (vi) Fixed Assets as on 31st March,1991 have been converted at closing buying rate prevalent on 31st March, 1991. The transactions after 31st March,1991 relating to fixed assets and depreciation thereon have been valued at the original purchase rate.



(iv) The net exchange difference resulting from the translation of items in respect of foreign branches is charged or credited to Profit & Loss Account except to the extent adjusted in the carrying amount of the related fixed assets in accordance with para 6(a)(iii) above.

e) Inland projects

Foreign currency liabilities are translated in Indian Rupees at the closing buying rates. The difference, if any, is transferred to fixed assets in case liabilities are related to fixed assets and in other case the difference, if any, is recognised as revenue / expenditure, as the case may be, during the year.

7. **VALUATION OF INVENTORIES**

-) Valuation of Direct Material is done at lower of historical cost or net realisable value.
-) Stores and spare parts are valued at cost.
-) Steel scrap, Tools & Equipments etc. are valued at estimated realisable value.
-) Centering, shuttering & Scaffolding and furniture, fixture & equipments in transit/staff camps are valued at written down value arrived at after deducting amortisation/depreciation indicated in para 5 above.

8. **INVESTMENTS**

Long Term Investments are valued at cost.

9. **RETIREMENT BENEFITS**

e) **Gratuity**

The provision for gratuity is made in the accounts in accordance with the provisions of the Payment of Gratuity Act on actuarial basis.

b) **Leave Encashment**

The provision for leave encashment of employees is made on actuarial basis.



9. **DEFERRED REVENUE EXPENDITURE**

-) Expenditure incurred for acquiring Technical know-how is treated as Deferred Revenue Expenditure and charged to Profit & Loss Account in equal yearly instalments over a period of six years or estimated life of the know-how, whichever is less.
-) Expenditure on preparatory works such as soil investigation, survey and consultancy have been treated as Deferred Revenue Expenditure where physical execution of work has not yet started. This expenditure shall be charged proportionately on the basis of actual execution of work.

9. The consumption of material at site is net of recovery/sale from/to PRW/ Others and inter-unit transfers. Shortage of materials on account of theft, pilferage etc., if any, is booked separately under the appropriate discrepancy head.

12. **PRIOR PERIOD EXPENDITURE/INCOME**

Expenditure/Income upto Rs.50,000/- in each case relating to prior period has been charged/accounted for to the respective head of accounts.

13. **TAXES ON INCOME**

Deferred tax is recognised on timing differences, being the difference between taxable income and Accounting income that originate in one period and are capable of reversing in one or more subsequent period.

Deferred Tax Assets are recognised only to the extent there is a reasonable certainty of its realisation.



SCHEDULE 22

**NOTES FORMING PART OF ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH, 2005**

(Rs. in thousands)

		2004-2005	2003-2004
1.	CONTINGENT LIABILITIES:-		
	(a) (i) Claims against the Corporation not acknowledged as debts. Counter claims of the Corporation against these claims amounting to Rs.240,75,02 thousands (Previous year Rs.250,73,68 thousands) not accounted for in books.	298,75,19	342,14,80
	(ii) Bank Guarantees for performance, EMD and Security Deposit	64,22,38	59,91,27
	(b) (i) The Corporation had paid tax in earlier years in Libya on profits based on accounts audited by local auditors. Additional demand for tax amounting to LD 6,716,079.430 equivalent to Rs.57,37,54 thousands (previous year LD 6,716,079.430 equivalent to Rs.57,37,54 thousands) based on turnover etc., for the years from 1977-78 to 1989-90 raised by the tax department of the said foreign country has not been accepted by the Corporation and not provided for. The Corporation has filed appeal / objections against the above demand under the local tax laws.	57,37,54	57,37,54
	(ii) The Govt. guarantee charges on internal/external borrowings have not been accounted for as the matter regarding waiver of these charges has been taken up with the Govt. of India, Ministry of Urban Development (MOUD).	22,50,35	21,23,18



	(iii) Recovery at penal rate on account of excess consumption of material over theoretical norms for the materials supplied by the clients at issue price and free of cost, pending final settlement with the clients.	NOT	ASCERTAINABLE
	(iv) Letters of credit opened but not utilised.	--	--

3. Fixed Deposits / Deposits with scheduled/non-scheduled banks for Rs.54,63,04 thousands (previous year Rs.92,51,95 thousands) includes Rs.52,00,00 thousands (previous year Rs.89,88,00 thousands) for issuing of bank guarantees, are under lien with banks as per stipulation.

3. An amount of Rs. 11,28,60 thousands (Previous year Rs. 11,28,60 thousands) lying with Rasheed Bank, Iraq can not be repatriated to India. Balance confirmation for this amount is not available from the Bank.

3. The physical verification report of fixed assets as on 31st March,2005 is pending for reconciliation with balance as per books. Discrepancies, if any, will be accounted for on completion of reconciliation.

3. Lease/Title Deeds for following Land and Buildings are pending for execution in the name of Corporation:

(Rs. in thousands)

		As at 31.03.2005	As at 31.03.2004
	<u>FIXED ASSETS :-</u>		
(i)	Land at Lodhi Road, New Delhi *	8,61	8,61
(ii)	Land at MBP, Mehrauli Road, Ghitorni, New Delhi	2,55,33	2,55,33
(iii)	Office building at Arun Chambers, Mumbai	5,49	5,49

* The main lease is in favour of M/s BHEL and a separate agreement for entitlement of ownership has been made in favour of NBCC.



(Rs. in thousands)

		As at 31.03.2005	As at 31.03.2004
	<u>WORK-IN-PROGRESS :-</u>		
(i)	Golf Link, New Delhi	79,14	79,14
(ii)	Shopping Complex at Vadodara	1,93,66	1,93,66
(iii)	Shopping-cum-Office Complex at Pushp Vihar	28,29,66	28,29,66
(iv)	Real Estate Mangolane Kolkata	--	1,05,92
(v)	Real Estate NTC Bangalore	--	3,64,57

However provision for stamp duties payable on execution of lease/title deeds have been made in respect of (i) & (iii) under Fixed Assets and (i), (ii) & (iii) under work in progress.

6. Sundry Debtors includes outstanding dues from Govt./PSUs and other departments in respect of closed projects (other than Foreign Projects) amounting to Rs.61,32,23 thousands (previous year Rs.65,21,48 thousands) which are outstanding for more than three years. Out of this sum, an amount of Rs.24,88,23 thousands (previous year Rs.18,06,99 thousands) is pending in arbitration/court proceedings. No provision has been considered against these amounts as the same are considered good for recovery.
7. Debtors include sum of Rs. 70,01,44 thousands (Previous year Rs. 70,01,44 thousands) is outstanding in respect of Iraqi Projects represents:
 - k) An amount of Rs.38,03,81 thousands (previous year Rs.38,03,81 thousands) including interest of Rs. 24,86,52 thousands (Previous year of Rs.24,86,52 thousands) recoverable from Exim Bank of India, under Deferred Payment Agreement (DPA) between Government of Iraq and Government of India. The above amount includes Rs.14,44,36 thousands (Previous year Rs.14,44,36 thousands) due from Iraqi Projects for which DPA agreement is pending for renewal since January, 1991.
 - ii) An amount of Rs.20,93,20 thousands (previous year Rs.20,93,20 thousands) on account of war claims pending for approval from clients in respect of projects covered under DPA.
 - iii) An amount of Rs.11,04,43 thousands (Previous year Rs.11,04,43 thousands) under cash contract is pending due to UN sanctions.



8. Debtors include a sum of Rs.62,43,19 thousands (Net) (Previous year Rs.62,43,19 thousands – Net) outstanding in respect of Libyan projects which represents:
- i) An amount of Rs. 48,36,41 thousands (Previous year Rs.48,36,41 thousands) recoverable from Libyan Government in respect of two projects which were completed prior to 1990, for which dues are not forthcoming due to US sanctions. Efforts are being made to realise the dues through diplomatic channels.
 - ii) An amount of Rs. 14,06,78 thousands (Previous year Rs. 14,06,78 thousands) recoverable from Airport Authority of India (AAI), which was a subject matter for Arbitration. The Arbitration award in favour of NBCC has since been obtained. However, the award has not been implemented against AAI as AAI has asked for the release of Bank Guarantee which was executed by AAI to Libyan Custom Department for import of machinery by NBCC. The matter is under pursuance with Libyan authorities through diplomatic channels.
9. Security Deposit include a sum of Rs. 19,00,56 thousands (previous year Rs.19,00,56 thousands) is outstanding in respect of Libyan projects which represents:
- i) An amount of Rs.8,75,99 thousands (Previous year Rs. 8,75,99 thousands) recoverable from Libyan Government in respect of two projects which were completed prior to 1990, for which amount is not forthcoming due to US sanctions. Efforts are being made to realise the dues through diplomatic channels.
 - ii) An amount of Rs. 10,24,57 thousands (Previous year Rs.10,24,57 thousands) recoverable from Airport Authority of India (AAI) which was a subject matter for Arbitration. The Arbitration award in favour of NBCC has since been obtained. However, the award has not been implemented against AAI as AAI has asked for the release of Bank Guarantee which was executed by AAI to Libyan Custom Department for import of machinery by NBCC. The matter is under pursuance with Libyan authorities through Diplomatic channels.
10. Ministry of Urban Development (MOUD) vide letter No.0-17031/22/80-PS dated 14.03.95 had conveyed decision that Ministry of Finance(MOF) has no objection in giving grant of Rs. 26,00,00 thousands for repayment of OADB loan of Rs.13,00,00 thousands and interest thereon of Rs.13,00,00 thousands. Corporation had taken into account grant of Rs. 13,00,00 thousands in 1993-94 and Rs. 13,00,00 thousands in 1994-95. MOF has released Rs. 13,00,00 thousands as grant vide letter No.0-17031/22/80-PS (Vol. III) dated 10.01.1997. The matter for the release of the balance grant is under follow up with the Govt. and MOUD vide letter No.0-17031/ 22/80-PS dated 13.07.2005 confirmed that the settlement of interest due is under consideration of the Government.



11. Current liabilities include Rs. 26,63,76 thousands (previous year Rs. 26,63,76 thousands) and Rs. 17,67,03 thousands (Previous year Rs. 17,67,03 thousands) received from MOUD and ECGC during the earlier years on account of outstanding dues in respect of Iraqi Projects covered under INDO-IRAQ Government to Government Deferred Payment Arrangement (DPA) and Cash Contract, the same are pending reconciliation/clearance.
9. In closed units of domestic projects, foreign projects and some running units debit / credit balances of steel & cement, Suppliers, PRWs, Employees, Provident Fund, expenses payable to other parties and suppliers including huge and old balances are outstanding which are subject to reconciliation/clearance/set-off. Review/reconciliation/clearance of these balance is under progress. In some units VWD, Sundry Debtors, Security Deposits and other balances as per unit records and accounts maintained at Zonal Offices are pending reconciliation. The effect on Balance Sheet and Profit & Loss Account of the year of such review/reconciliation & clearance is not ascertainable now.
9. Debtors, Creditors and Loans & Advances are subject to confirmation and reconciliation.
9. The company has duly complied with the Accounting Standards referred to in clause 3(c) of Section 211 of the Companies Act,1956 except in respect of Accounting Standard-7 (Para 35), for the reasons mentioned hereunder:

Foreseeable losses not being provided, as these losses have got the essence of contingencies which are highly uncertain considering the nature of work and involvement of additional expenditure on initial mobilisation of the work.
9. No provision for Dividend on Preference Shares has been made in view of Section 205 of the Companies Act, 1956.
9. Income Tax (Overseas) paid amounting to Turkish Lira 29885240000 equivalent to Indian Rs. 9,77 thousands (Previous year Turkish Lira 35831300000 equivalent to Indian Rs. 10,44 thousands) pertains to projects in Turkey.
9. Unclaimed liabilities and other credit balances outstanding since previous years amounting to Rs. 1,34,92 thousands (previous year Rs. 5,90,84 thousands) have been written-back in the books under the head "Unadjusted credit balances written-back" being not payable consequent to a review of such accounts during the year which is a regular process.
18. The accounts of Libyan and Iraqi Projects have been converted into Indian Currency at the closing buying rates prevailing as on 31.03.2001 since the rates after this date were not available which is inconsistent with the provision of AS-11. Financial impact of the same is not ascertainable.



18. MOUD vide letter No.0-17031/11/94-PS(VIII) dated 28.11.1997 has allowed NBCC to encash RBI Bonds amounting to Rs. 6,00,00 thousands to enable NBCC to meet the claims of M/s IRCON. Accordingly liability of MOUD amounting to Rs. 7,63,08 thousands including interest upto 31.03.2000 has been written-back during 2000-2001 and has been shown under contingent liability.
18. Arbitration awards are accounted for on the basis of Rule of Court.
21. Govt. of India issued subscribed and fully paid up 7% non-cumulative preference shares redeemable in 10 years upto 31.03.2007 for Rs. 30.00 crore. As per the guidelines issued by Govt. of India vide letter No.0-17031/38/94-PS dated 20.11.1998 the shares are redeemable in 10 years. Hence the provision for yearly redeemable shares not considered because the guidelines do not specify for yearly redemption of shares.
22. There is a special rupee loan from Syndicate Bank with a progressive liability for Rs.45,43,92 thousands (Principal amount Rs. 35,72,24 thousands and interest accrued Rs. 9,71,68 thousands) as on 31.03.2005. The one time settlement of Rs.31,32,00 thousands has been arrived at with Syndicate Bank as confirmed by them vide letter No.NP/9044/1071/2003 dated 23.07.2003 but the overall effect of one time settlement shall be made in the books of accounts when the payment is made to Syndicate Bank.
23. Upto the Financial Year 2003-2004 lease hold land was amortised over the period of lease. From the Financial Year 2004-2005 amortisation of lease hold land is discontinued to comply with the provisions of Schedule-XIV of the Companies Act,1956. The Financial impact due to change of this policy is Rs.2,67 thousands which has not been charged in the books of accounts.
24. Till previous year the Sales Tax/Turnover Tax used to be adjusted in the books of accounts at the time of final assessment except where Composit Tax Scheme was adopted. From the financial year 2004-2005 the amount remained uncharged upto 31.03.2004 and the current year amount totalling to Rs.8,33,07 thousands has been charged in the books of accounts and at the time of final assessment refund if any of said taxes shall be reckoned as income.
24. The Corporation represented to the Govt. of India, Ministry of Urban Development vide letter No.NBCC/RE/MOUD/04/1017 dated 01.11.2004 for restricting the interest amount to the extent of principal amount i.e. Rs.8.02 crores of land allotted to NBCC at Pragati Vihar. During discussion NBCC was assured that the request of Corporation shall be considered favourably. However, the Govt. of India, MOUD vide their letter No.0-17031/10/96-PS(PT) dated 09.06.2005 communicated the approval for payment of interest of Rs.12.89 crores. The Corporation has again taken up with the Ministry vide letter No.NBCC/CMD/2005 dated 15.06.2005 with a request to reconsider the issue as per discussions held in the Ministry where NBCC's agreement was for one time settlement with the payment of Rs.8.02 crores. In line of the same provisions of Rs.8.02 crores has been made in the books of accounts and Rs.4.87 crore is shown as contingent liability.



24. The statutory dues are deposited regularly with the appropriate authority as stipulated under the Statutory Act.
24. The committee appointed for physical verification has ascertained, on the basis of technical evaluation, that there has been no impairment in the value of the assets at which they are appearing in the books of accounts.
24. The net block of Plant & Machinery and vehicles includes an amount of Rs.26,30 thousands and Rs.34 thousands respectively being the items retired from Active use. However no provision has been made considering that there will be no loss at the time of sale as the estimated realisable value of such assets will be more than their book value.
29. As per Accounting Standard- 18, issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related party as defined in the Accounting Standard are given below:-

) **List of related parties with whom transactions have taken place and relationships:-**

) Joint Ventures:-

- h) Jamal NBCC International(Proprietary) Limited
ii) IJM – NBCC - VRM

) Key Managerial Personnel:-

- h) Mr. Arup Roy Choudhury, CMD
ii) Mr. S.Shankar, Director(Projects)
iii) Mr. B.L. Bajaj, Director(Finance)

-) The following transactions were carried out with the related parties in the ordinary course of business.

(Rs. in thousands)

	2004-2005	2003-2004
<u>Joint Venture</u>		
<u>Receipt against</u>		
() Tender Expenses	--	40
() Supervision charges	32,21	12,13
() Bank Charges	--	38,16



(Rs. in thousands)

	2004-2005	2003-2004
Key Managerial Personnel		
() Salary	14,04	10,02
() Provident Fund Contribution	1,68	1,18
() Rent Residence (Net of Recovery)	5,42	4,06
() Medical Expenses	82	11
() Leave Travel Concession	--	17
() Leave Encashment (on actuarial basis)	1,20	51
() Gratuity (on actuarial basis)	94	60
	-----	-----
	24,10	16,65
	=====	=====

30. The details of Deferred Tax Assets/Liability provided in the accounts which are considered capable of reversal in one or more subsequent years is given as under:-

(Rs. in thousands)

Description	Deferred Tax Assets/ (liabilities) As at 01.04.2004	Current Deferred Tax Assets/ (liabilities) 2004-05	Total Deferred Tax Assets/ (liabilities) As at 31.03.2005
DEFERRED TAX ASSETS			
Provision for Retirement benefits	3,26,59	5,50	3,32,09
Provision for Doubtful debts & advances and others	3,54,19	(20,86)	3,33,33
Amount paid under Voluntary Retirement Scheme	22,62	7,21	29,83
	-----	-----	-----
Total (a)	7,03,40	(8,15)	6,95,25
	=====	=====	=====
DEFERRED TAX LIABILITY			
Difference between depreciation as per books and depreciation as per Income Tax Act	88,42	(1,40)	87,02
	-----	-----	-----
Total (b)	88,42	(1,40)	87,02
	=====	=====	=====
DEFERRED TAX ASSETS / (LIABILITIES) (NET) Total(a-b)	6,14,98	(6,75)	6,08,23
	=====	=====	=====

Deferred Tax Assets / (Liabilities) of Rs.6,14,98 thousands as at 01.04.2004 includes Rs.31,16 thousands which was not considered in the previous year but has been accounted for in current year.



31. As per Accounting Standard- 27, issued by the Institute of Chartered Accountants of India, the interest and transactions in Joint Ventures as defined in the Accounting Standard are given below:-

	(1)	(2)
h) Name of the Jointly Controlled entities	Jamal NBCC International (Proprietary) Limited	IJM-NBCC-VRM
ii) Investments	--	15,00
iii) Percentage of ownership interest	49% (Amount yet to be paid)	30%
iv)Country of Incorporation	Botswana, South Africa	New Delhi, India
v) Nature of work	Execution of civil and engineering projects in Botswana.	Construction of elevated Structures (viaduct) from KM 0.62 to KM 8.00 on Barakhamba Road, Connaught Place- Dwarka Section(line 3) – contract package No. 3C 21R including Ramp portion between Barakhamba Road, Connaught Place, New Delhi and Dwarka.
vi) Based on	--	--
a) Total Assets	--	--
b) Total liabilities	--	--
c) Total Income	--	--
d) Total Expenditure	--	--
e) Contingent Liabilities	--	--
f) Capital commitment	--	--

- Note:**
- 1) Since Corporation is yet to pay its 49% ownership interest the information as per vi(a) to (f) of (1) above are not applicable.
 - 2) The results of Joint Venture IJM - NBCC - VRM have not been received hence not accounted for.



32. **CASH FLOW STATEMENT**

for the year ended 31st March, 2005

(Rs. in thousands)

	2004-05	2003-04
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax	25,22,86	10,67,37
Adjustment for:		
Depreciation	80,34	1,00,37
(Profit)/Loss on sale of assets(net)	(29,37)	(39,32)
Rent	(1,42,61)	(1,26,98)
	-----	-----
Operating Profit before working capital changes	24,31,22	10,01,44
Adjustment for:		
Sundry Debtors	1,64,62	(9,76,59)
Inventories	1,46,84	4,37,56
WIP	(4,23,91)	(13,80,60)
Loans & Advances	(33,83,59)	(12,13,79)
Investments	--	(15,00)
Sundry Creditors	106,81,87	43,87,88
Other Current Liabilities	83,97,82	82,47,65
Provisions	10,55	--
Miscellaneous Expenditure	(91,81)	--
Cash generated from Operations	-----	-----
	179,33,61	104,88,55
Direct Taxes paid	(9,77)	(10,44)
Gratuity and Leave Encashment (Net increase)	3,26,03	15,83
	-----	-----
Net Cash from Operating Activities (A)	182,49,87	104,93,94
Cash Flows from Investing Activities:		
Purchase of Fixed Assets	(4,56,53)	(2,18,57)
Sale of Fixed Assets	41,37	55,78
Rent	1,42,61	1,26,98
	-----	-----
Net cash from Investing Activities (B)	(2,72,55)	(35,81)
C, Cash Flows from Financing Activities:		
Proceeds from issue of equity shares	--	--
Increase/(Decrease) of National Renewal Fund	--	(92)
Increase/(Repayment) of loans	(16,72)	10,84
	-----	-----
Net cash from Financing Activities (C)	(16,72)	9,92
	-----	-----
Net Increase in cash and cash equivalents () + (B) + (C)	179,60,60	104,68,05
	=====	=====
Cash and cash equivalents – Opening	318,39,31	213,71,26
Cash and cash equivalents – Closing	497,99,91	318,39,31



Note:- i) Cash and Cash equivalents consist of cash in hand and balances with banks. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amount.

(Rs. in thousands)

a) Cash/Stamps in hand	3,65
a) Remittance in transit/Cheques in hand	8,86,97
a) Balances/FDRs/Call Deposits with Banks	489,09,29

	497,99,91
	=====

- iv) Cash and cash equivalents at the end of 31.03.2005 include deposits with Banks amounting to Rs. 11,28,60 thousands which are not freely remissible to the Company.
- iv) The above Cash Flow Statement has been prepared in accordance with the requirement of Accounting Standard-3 " Cash Flow Statement" issued by the Institute of Chartered Accountants of India.
- iv) Figures in brackets indicate cash outgo.



33. Segmental results of the Corporation as required by Accounting Standard-17.

PRIMARY SEGMENT DISCLOSURE:

(Rs. in thousands)

	Real Estate		Infrastructure		Civil Construction		Total	
	2004-2005	2003-2004	2004-2005	2003-2004	2004-2005	2003-2004	2004-2005	2003-2004
Revenue from External Customers	21,65,13	36,83,36	123,83,80	61,59,94	633,95,19	563,45,59	779,44,12	661,88,89
Inter Segment Revenue	0	--	0	--	0	--	0	--
Total Revenue	21,65,13	36,83,36	123,83,80	61,59,94	633,95,19	563,45,59	779,44,12	661,88,89
Segment Result:	7,70,50	3,97,54	4,60,58	74,28	24,38,06	12,45,14	36,69,14	17,16,96
Unallocated Corporate Expenses							(18,85,65)	(17,03,73)
Operating Profit							17,83,49	13,23
Interest Expenses							(9,95,12)	(0,24)
Interest Income							17,24,72	10,43,94
Income Taxes:-								
Provision for current year							(9,91,66)	(1,43,55)
Deferred Tax Credit							24,41	5,83,82
Net Profit							15,45,84	14,97,20
Segment Assets	79,47,65	82,42,65	51,50,95	43,96,81	600,61,87	609,80,27	731,60,47	736,19,73
Unallocated Corporate Assets							473,82,68	250,78,18
Total Assets							1205,43,15	986,97,91
Segment Liabilities	29,76,89	29,14,75	37,74,37	29,52,37	909,32,59	732,34,42	976,83,85	791,01,54
Unallocated Corporate Liabilities							183,87,89	165,78,99
Total Liabilities							1160,71,74	956,80,53
Capital Expenditure	--	--	1,19,26	4,57	1,99,39	1,69,13		
Depreciation	4,02	3,72	2,37,74	1,22,12	75,01	2,85,91	3,16,77	4,11,75
Non-cash expenditure other than Depreciation		--	23,13	1,56,72	10,06,34	6,48,95		
SECONDARY SEGMENT DISCLOSURE:								
	INLAND		FOREIGN		TOTAL			
Revenue from External Customers	778,43,15	660,03,25	1,00,97	1,85,64	779,44,12	661,88,89		
Segment Assets	504,31,97	508,65,44	227,28,50	227,54,29	731,60,47	736,19,73		
Capital Expenditure	1,99,39	1,69,13	--	--	3,18,65	1,73,70		

Note: Civil construction includes the works of Project Management Consultancy.



34.	Additional information pursuant to the provisions of Part-II of Schedule-VI of the Companies Act, 1956 is given below:
A)	PARTICULARS OF STOCK SALES AND PURCHASES (Rs. in thousands)

Stock	31.03.2005		31.03.2004	
	Quantity	Amount	Quantity	Amount
Opening stock	Nil	Nil	Nil	Nil
Closing Stock	Nil	Nil	Nil	Nil

Sales

31.03.2005				31.03.2004			
Amount	Quantity	Unit	Class of goods	Amount	Quantity	Unit	Class of goods
5,00	Lot	--	Cable tray & Accessories	10,41	13	Nos.	Elect. Motors
			Flex cable tray	42,48	21	Nos.	Fan Assembly
			G.I. Conduits	19,56	4537.5	Mtrs.	AC Pipe
			Electrical Poles	74,13	177.75	Mtrs.	Hot Water Pipe
10	1	No.	Digital Anemometer	53,77	35	Nos.	Drive Shaft Assy.
3	1	No.	Pysiometer	53,21	2	Set	MCC Panel
4,67	1	Set	Battery Charger	1,29			& Spares
1,81	Lot	--	Armed Copper Wire	10,85	1	Set	Bus Duct
			25x4 Armed cable	3,60	1	Set	Chain Pully Block
83	Lot	--	70x3.5 Armed Cable	39,67	1	Set	PLC System
2,40	2	No.	Pilot Tube	3,37	1	Lumpsum	with software
2,40	Lot	--	Control Cables	15,24	3544	Mtrs.]	Power cables
72	Lot	--	Instrumentation cable		1	Lot]	Glands & lugs
3,39	3	No.	AC/DC Fuse Board	38,78	4	Nos.	B/F Valve 1600
1,50	1	Set	Vib. Monitoring System	48,26	33	Nos.	B/F Valve 700
87	Lot	--	VMS Spares	13,70	1	Set	Spares
16	2	Set	VMS Junction Box	2,30	32	Nos.	Base frame for motor & gear box
2,54	Lot	--	PLC Spares	3,00	1	Lumpsum	MS Rods
22,00	Lot	--	Spray Nozzles	6,67	1	-do-	G.I Flat
59,55	Lot	--	Drift Eleminator	56	1	-do-	Dial thermameter
73,81	Lot	--	P.P. Grid Fills	2,04	128	Set	Lighting Arrestor
1,67	Lot	--	Saddel Supports	53	1	Lumpsum	Lighting panel
11,57	Lot	--	S.S Clips, SS Strips & Other Accessories	28,82	3	Set	LT Transformer
			Freight & Insurance	1,70	1	Lumpsum	Lighting fixture
5,53			Escalation	37	151	Nos.	Junction Box
20,54				37	32	-do-	Push botton
				4	4	-do-	Temp detection
				11,26	4984	Nos.	Spray Nozzles
				14,75	1500	M2	Drift Eleminators
						Nos.	PP Grid Fills
						-do-	Saddle Support
						-do-	St.steel clip
				2,20,58	182000	Mtrs.	St.Steel Strip
						Nos.	Spacers
						Kgs.	St.Steel Wire
				21,47			Escalation
-----				-----			
2,21,09				7,42,78			
-----				-----			



Purchases

(Rs. in thousands)

31.03.2005				31.03.2004			
Amount	Quantity	Unit	Class of goods	Amount	Quantity	Unit	Class of goods
9,53	Lot	--	Cable tray & Accessories	7,19	13	Nos.	Elect. Motors
3,72	-do-	--	Flex cable tray support	35,19	21	Nos.	Fan Assembly
93	-do-	--	G.I. Conduits	10,53	4537.5	Mtrs.	AC Pipe
1,85	-do-	--	Electrical Poles	52,80	177.75	Mtrs.	Hot Water Pipe
11	1	No.	Digital Anemometer	26,54	35	Nos.	Drive Shaft Assy.
2	1	No.	Pysiometer	32,65	2	Set	MCC Panel
1,89	1	Set	Battery Charger				& Spares
44	Lot	--	Armed Copper Wire	10,58	1	Set	Bus Duct
46	-do-	--	25x4 Armed cable	1,99	1	Set	Chain Pully Block
92	-do-	--	70x3.5 Armed Cable	30,58	1	Set	PLC System
1,40	2	No.	Pilot Tube				with software
3,97	Lot	--	Control Cables	12,10	3544	Mtrs.	Power cables
5,02	Lot	--	Instrumentation cable	51	1	Lot	Glands & lugs
1,07	3	No.	AC/DC Fuse Board	24,40	4	Nos.	B/F Valve 1600
43,74	1	Set	Vib. Monitoring System	42,92	33	Nos.	B/F Valve 700
	Lot	--	VMS Spares	5,68	1	Set	Spares
5,91	2	Set	VMS Junction Box	0	32	Nos.	Base frame for motor & gear box
5,96	Lot	--	PLC Spares	2,56	1	Lumpsum	MS Rods
18,15	Lot	--	Spray Nozzles	2,28	1	-do-	G.I Flat
43,48	Lot	--	Drift Eleminator	1,13	1	Lot	Dial thermameter
53,86	Lot	--	P.P. Grid Fills	1,68	128	Set	Lighting Arrestor
2,73			Saddel Supports	9	20	Nos.	Test Boxes
			S.S Clips, SS Strips	2,92	1	Nos.	Lighting panel
			& Other Accessories	31,64	3	Set	LT Transformer
				4,12	1	Lot	Lighting Fixture
				61	151	Nos.	Junction Box
				46	32	-do-	Push Botton
				13	4	-do-	Temp detection
				7,64	4984	Nos.	Spray Nozzles
				10,74	1500	M2	Drift Eleminators
				1,58,21	182000	Nos.	PP Grid Fills
				1,79	5008	-do-	Saddle Support
				47	32640	-do-	St.Steel Clip
				2,84	29716	Mtrs.	St.Steel Strip
				1,60	239488	Nos.	Grid Support
				75	134196	-do-	Spacers
				37	2815.60	Kgs.	St.Steel Wire
-----				-----			
2,05,16				5,25,69			
-----				-----			



E) Consumption of Raw Materials,
Spare parts & Components

(Rs. in thousands)

		2004-2005		2003-2004	
		Amount	%age	Amount	%age
(i)	Indigenous				
	() Raw Materials	10,98,09		26,68,09	
	() Spare Parts & Components	16,31		7,11	
		-----		-----	
		11,14,40	96.22	26,75,20	96.08
		-----		-----	
(ii)	Imported				
	(a) Raw Materials	43,80		93,84	
	(b) Spare parts & components	--		15,36	
		-----		-----	
		43,80	3.78	1,09,20	3.92
		-----		-----	
(ii)	Consumption in Foreign Project				
	() Raw Materials	--		5	
	() Spare Parts & Components	--		--	
		-----		-----	
		--	--	5	--
		-----		-----	
		11,58,20	100.00	27,84,45	100.00
		=====	=====	=====	=====

		2004-2005	2003-2004
C)	CIF Value of Imports during the year		
	(iv) Raw Material	30,79	58,69
	(iv) Spare parts	--	8,32
D)	Expenditure in Foreign currency		
	(i) Consultancy	6,03	38,85
	(i) Interest	--	--
	(i) Travelling	7,97	8,99
	(i) Technical knowhow	19,51	--
	(i) Other Matters (Construction activities)	1,91,14	1,65,99
E)	Earnings in Foreign Currency		
	() Interest	1,99	1,50
	() Other Income(Construction Activities)	1,92,21	2,73,78



35. The breakup of Auditor's Remuneration is as under:
Statutory Auditors:

(Rs. in thousands)

	2004-2005	2003-2004
() Audit fee	3,03	2,97
() Fee for Tax Audit	77	76
() Out of pocket expenses.	3,00	5,50
	-----	-----
	6,80	9,23
	=====	=====
36. The remuneration of Directors including Chairman-cum-Managing Directors included in various schedules to the Profit & Loss Account is as under:-		
. Salary	14,04	10,02
. Provident Fund Contribution	1,68	1,18
. Rent Residence(Net of Recovery)	5,42	4,06
. Medical Expenses	82	11
. Leave Travel Concession	--	17
. Leave Encashment(on actuarial basis)	1,20	51
. Gratuity (on actuarial basis)	94	60
	-----	-----
	24,10	16,65
	=====	=====

37. Chairman-cum-Managing Director and full time Directors have used company's car including for private journeys on payment of prescribed charges in accordance with the Government of India, Ministry of Finance BPE's circular No.2(28)/83-BPE(wc) dated 17.11.1983 read with the Government of India, Ministry of Finance BPE's circular No.4/(12)/82-BPE(wc) dated 01.04.1987 and DPE OM No.2(53).90-DEP (wc)-GIV dated 26.03.1999. Since recovery for personal use of car is being made, use of company's car is not considered as a perquisite.



38. INFORMATION PURSUANT TO PART-IV SCHEDULE-VI TO THE COMPANIES ACT, 1956.

. Registration Details:			
Registration No.	- 003335	State Code	- 55
Balance Sheet Date- 31.03.2005			
. Capital Raised during the year (Amount Rs. in thousands):			
Public Issue	- Nil	Right Issue	- Nil
Bonus Issue	- Nil	Private placement	- Nil
. Position of Mobilisation and Deployment of Funds(Amount Rs. in thousand)			
Total Liabilities	- 245,17,49	Total Assets *	- 245,17,49
Paid-up Capital	- 120,00,00	Reserves and Surplus	- Nil
Secured Loans	- Nil	Unsecured Loans	- 125,17,49

Application of Funds

Net Fixed Assets	- 13,51,05	Investments	- 15,00
Deferred Tax Assets	- 6,08,23		
Net Current Assets	- 150,14,62	Misc. Expenditure	- 91,81
Accumulated Losses	- 74,36,78		

IV. Performance of Company (Amount Rs. in thousands):			
Turnover	- 801,58,88	Total Expenditure	- 776,36,02
Profit Before Tax	- 25,22,86	Profit after tax	- 15,45,84
Earning per share in Rs.	- 171.76	Dividend	- --

* Net of Current Liabilities & Provisions.

V. Generic Names of Three principal Products/Services of Company(as per monetary Terms) :	
Item Code No. (ITC Code)	- Not Applicable
Product Description	- CONSTRUCTION ACTIVITY
Item Code No. (ITC Code)	- Not Applicable



Product Description - REAL ESTATE ACTIVITY
Item Code No. (ITC Code) - NOT APPLICABLE
Product Description - CONSULTANCY

39. Minus figures have been shown in brackets.
40. Previous years figures have been regrouped/recast/rearranged wherever deemed necessary in order to make them comparable to the presentation adopted for the year under report.

Signatories to Schedule '1' to '22'

Sd/-
(B.L. BAJAJ)
Director(Finance)

Sd/-
(S. SHANKAR)
Director(Projects)

Sd/-
(ARUP ROY CHOUDHURY)
Chairman-cum-Managing Director

Sd/-
(A.K.SINGH)
Company Secretary

Sd/-
(R.K. TREHAN)
Addl.General Manager(Fin)

Sd/-
(S.K. KHURANA)
General Manager(Finance)

As per our report of even date

For Dinesh Mehta & Co.
Chartered Accountants

Place : New Delhi
Dated : 25th July, 2005

Sd/-
(ANUP MEHTA)
Partner