

ANNA INFRASTRUCTURES LTD.
(Formerly known as Anna Finance Ltd.)

Report  Junction.com

17th ANNUAL REPORT
2008-2009

ANNA INFRASTRUCTURES LIMITED

(Formerly known as ANNA FINANCE LTD.)

Board of Directors

| | |
|------------------|---------------------------|
| Directors | Ashok Mittal (Chairman) |
| | Ramesh Chand Agarwal |
| | Rakesh Mittal |
| | Anil Kumar Agarwal |
| | Dr. Shambhu Dayal Agarwal |
| | CA Madan Mohan Agarwal |
| | Shalabh Singh |

| | |
|-----------------|-----------------------|
| Auditors | Mehra Sanjay & Co |
| | Chartered Accountants |
| | Agra |

| | |
|----------------|-------------|
| Bankers | Canara Bank |
|----------------|-------------|

| | |
|--------------------------|---------------------------------------|
| Registered Office | C-3, Amar Colony Market, Ground Floor |
| | Entry Back Side, Lajpat Nagar-IV, |
| | New Delhi -110024 |

| | |
|-------------------------|---|
| Corporate Office | E-14/6, Shanta Tower, 1 st Floor, |
| | Sanjay Place, Agra – 282002. |
| | Tel. : 0562-2526650, 2527004. |
| | E-mail : annainfra@gmail.com |

| | |
|---|---|
| Registrar & Share Transfer Agent | Beetal Financial & Computer Services Pvt. Ltd. |
| | Beetal House, 99, Madangir, |
| | New Delhi –110062. |
| | Tel. : 011-29961281-84. |
| | E-mail : beetal@beetalfinancial.com |

ANNA INFRASTRUCTURES LIMITED

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NOTICE

Notice is hereby given that the Seventeenth Annual General Meeting of the Shareholders of Anna Infrastructures Limited will be held at 16-B/9, Dev Nagar, D.B. Gupta Road, Karolbagh, New Delhi, on Saturday, 19th September, 2009 at 11 A.M. to transact the following business.

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2009 and the Profit & Loss Account for the year ended on that date and the Reports of Directors and Auditors thereon.
2. To appoint a Director in place of Sri Rakesh Mittal who retires by rotation, and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Sri Madan Mohan Agarwal who retires by rotation, and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Dr. Shambhu Dayal Agarwal who retires by rotation, and being eligible, offers himself for re-appointment.
5. To appoint Auditors of the Company and to fix their remuneration. M/s Mehra Sanjay & Co., Chartered Accountants, the retiring Auditor is eligible for re-appointment.

Notes

1. A member entitled to attend and vote at a meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. A proxy form is sent herewith. Proxy Form duly completed must be received by the Company at the Registered /Corporate Office of the Company not less than 48 hours before the time of the meeting.
2. Members are requested to bring their copy of the Annual Report along with them at the Annual General Meeting. No Copy of the report will be distributed at the meeting.
3. Members are requested to notify immediately change in their address, if any, to the Company.
4. The Register of Members and Share Transfer Books of the Company will remain closed from 18th September 2009 to 19th September 2009 (both days inclusive) in terms of Section 154 of the Companies Act, 1956.
5. Members can avail of the Nomination Facility by filling form No. 2B (in duplicate) with the Company.

By Order of the Board

Place : New Delhi
Date : 29th June 2009

Ashok Mittal
Chairman and WTD

Registered Office : C-3, Amar Colony Market, Ground Floor, Lajpat Nagar-IV, New Delhi – 110024.
Corporate Office : E-14/6, First Floor, Shanta Tower, Sanjay Place, Agra – 282 002.

ANNA INFRASTRUCTURES LIMITED

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DIRECTORS' REPORT

TO THE MEMBERS

Your Directors have pleasure in presenting the Seventeenth Annual Report on the business operation of your company and the Audited Financial Accounts for the year ended 31st March, 2009.

FINANCIAL RESULTS

The financial results of the company are given below:-

| | As At 31.03.2009 (Rs.) | As At 31.03.2008 (Rs.) |
|--|------------------------------|------------------------------|
| Profit before Tax, Interest & Depreciation | 37,68,491 | 33,50,009 |
| Less : Depreciation | 6,08,162 | 6,17,760 |
| Less : Finance Charges | 8,60,524 | 9,78,800 |
| Profit before Tax | 22,99,805 | 17,53,449 |
| Provision for Tax | 7,83,150 | 6,30,225 |
| Profit after Tax | 15,16,655 | 11,23,224 |
| Add : Balance B/f from last year | 1,85,78,742 | 1,75,27,468 |
| Less: Adjustment relating to previous year | NIL | 71,950 |
| Profit available for appropriation | 2,00,95,397 | 1,85,78,742 |
| Appropriations: | | |
| Balance carried to Balance Sheet | 2,00,95,397 | 1,85,78,742 |
| | 2,00,95,397 | 1,85,78,742 |

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

(a) Industry Structure & Developments

During the FY 2008-2009 the company has focused on Real Estate Business.

(b) Opportunities & Challenges

There are excellent opportunities for growth in Real Estate Business in the country. Your Company is well positioned to take advantage of emerging growth opportunities in the Indian economy.

(c) Outlook

Anna Infrastructures Ltd. is likely to maintain its focus on Real Estate Business activity.

(d) Adequacy of Internal Control

The Company has adequate internal control and systems commensurate with the size and nature of the business. The Company adheres to all internal control policies and procedures as well as complies with regulatory guidelines. The Audit Committee of the Board of Directors reviews the efficacy of internal controls.

(e) Human Resource Development

Your Company continued to have cordial and harmonious relations with all its employees.

DIVIDEND

In order to strengthen the Reserves of the Company the Directors do not recommend any dividend.

DEPOSITS

Fixed Deposit outstanding as on 31st March, 2009 stood at Rs. NIL (Previous Year: Rs. NIL). There are Deposits amounting to Rs. NIL, which remained unclaimed and unpaid as on 31.03.2009 (Previous Year :Rs. NIL). The Company has complied with all the requirements of Reserve Bank of India Directions.

DIRECTORS

In accordance with the provision of the Companies Act, 1956 and Articles of Association of the company Shri Rakesh Mittal, Dr. Shambhu Dayal Agarwal and Sri Madan Mohan Agarwal, Directors of the Company retire by rotation and being eligible offer themselves for reappointment. The necessary resolutions for their reappointment are placed before you for approval.

AUDITORS & THEIR REPORT

M/s Mehra Sanjay & Co, Chartered Accountants retire as Auditors of the Company at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. The Directors and the Audit Committee recommends their re-appointment. Auditors' Report is self explanatory and requires no comments by the Directors.

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AUDIT COMMITTEE

The Audit Committee constituted by the Board in compliance with section 292a of the Companies Act, 1956 and under the listing agreement, comprised of Sri Madan Mohan Agarwal, Dr. Shambhu Dayal Agarwal and Sri Shalabh Singh all of whom are non-executive Directors. Sri Madan Mohan Agarwal, who is the chairman of the Audit Committee, is a Practicing Chartered Accountant with more than 20 years experience in Finance and Accounts matters. The Finance Executives and Statutory Auditors of the Company are permanent invitees to the Audit Committee Meetings.

CORPORATE GOVERNANCE

Pursuant to clause 49 of the Listing Agreement with the Stock Exchange, a Management Discussion & Analysis, Corporate Governance Report and Auditors' Certificate regarding compliance of conditions of Corporate Governance are made a part of the Annual Report.

PARTICULARS OF THE EMPLOYEES

Provisions of section 217(2A) of the Companies Act, 1956 read with the companies (Particulars of Employees) Rules, 1975 are not applicable as there was no employee in receipt of or entitled to receive emoluments exceeding the limits prescribed under said section.

THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES 1988.

In terms of the requirement of clause (e) of sub section (1) of section 217 of the Companies Act, 1956 read with the companies (disclosure of particulars in the report of Board of Directors) Rules, 1988 the particulars are given as follows:

The Company is engaged in the business of Real Estate and Financing, hence provisions relating to Energy conservation and Technology absorption are not applicable. There is no foreign exchange earnings/outgo during the year.

DIRECTORS RESPONSIBILITY STATEMENT PURSUANT TO SECTION 217(2AA) OF THE COMPANIES ACT, 1956

As required u/s 217 (2AA) of the companies Act, 1956, we hereby confirm:

- (i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanations relating to material departures;
- (ii) that 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 as at 31st March 2009 and the Profit & Loss for the year ended 31st March 2009;
- (iii) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) That the directors have prepared the annual accounts on a going concern basis.

ACKNOWLEDGEMENT

The Directors wish to place on record our valued clients, Bankers, Shareholders for continues their support. The Directors also wish to express their sincere appreciation to all the staff members for their contribution to the performance of the company.

By order of the Board

Place : New Delhi
Date : 29-06-2009

ASHOK MITTAL
chairman

Regd. Office : C-3, Amar Colony Market, GF, Lajpat Nagar-IV, New Delhi-24
Corp. Office : E-14/6, Shanta Tower, First Floor, Sanjay Place, Agra - 2

ANNA INFRASTRUCTURES LIMITED

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CORPORATE GOVERNANCE REPORT

In Compliance with Clause 49 of the Listing Agreement with Stock Exchanges, the Company is pleased to submit this report on the matters mentioned in the said clause and the practices followed by the Company in this regard.

1. Company's philosophy on Code of Governance

Corporate Governance refers to systems by which the Company is managed, directed and controlled, keeping in view the long-term interests of shareholders. It refers to various regulations, which enable the Company to attract financial and human capital and to generally perform efficiently. Corporate Governance therefore generates long-term economic value for its shareholders.

Anna Infrastructures Ltd. believes that the implementation of Corporate Governance principles generates public confidence in the corporate system. With this belief, the Company has initiated significant measures for making disclosures in the Annual Report 2008-2009.

2. Board of Directors**- Composition**

The Company has an Executive Chairman and the number of independent Directors are more than 50% of the total number of directors.

During the year, 2008-2009, the Board met 4 times on following dates, namely 27th June 2008, 30th July 2008, 30th October 2008 and 30th January 2009.

The names and categories of the Directors on the Board, their attendance at Board Meetings during the year and at the last Annual General Meeting, as also the number of Directorships and committee memberships held by them in other companies are given below :

| Name | Category | Attendance Particulars | | No. of Other Directorship and Committee Member /Chairmanship | | |
|---------------------------|--------------------------------------|------------------------|-----|--|----------------------|------------------------|
| | | Board Meeting | AGM | Other Directorship | Committee Membership | Committee Chairmanship |
| Ashok Mittal | Chairman, Executive, Not Independent | 4 | Yes | 1 | 1 | NIL |
| Rakesh Mittal | Director, Executive, Not Independent | 4 | Yes | 4 | NIL | NIL |
| Anil Kumar Agarwal | Director, Executive, Not Independent | 4 | Yes | 4 | 2 | NIL |
| Ramesh Chand Agarwal | Director, Non Executive, Independent | 4 | Yes | None | 1 | 1 |
| Dr. Shambhu Dayal Agarwal | Director, Non Executive, Independent | 4 | Yes | None | 1 | 1 |
| Madan Mohan Agarwal | Director, Non Executive, Independent | 4 | Yes | None | NIL | 1 |
| Shalabh Singh | Director, Non Executive, Independent | 4 | Yes | 1 | 1 | NIL |

3. Audit Committee

The Audit Committee consisted of three Directors viz. Mr Madan Mohan Agarwal as Chairman, Dr. Shambhu Dayal Agarwal and Mr Shalabh Singh as members.

The terms of reference specified by the Board for the Audit Committee are as follows :

- To review the Company's financial reporting process and its financial statements.
- To review the accounting and financial policies and practices.
- To review the efficiency of the internal control mechanism and monitor risk management.
- Policies adopted by the company and ensure compliance with regulatory guidelines.
- To review report furnished by the Statutory Auditors and ensure suitable follow-up thereon.

All the three Committee members have attended all the three Audit Committee meetings held during the year.

4. Remuneration Committee**- Terms of Reference**

- To review, assess and recommend the appointment of Whole Time Directors
- To periodically review the remuneration package of Whole Time Directors and recommend suitable revision to the Board.

- Composition

The Remuneration Committee consisted of three Directors viz. Dr. Shambhu Dayal Agarwal as Chairman, Mr Ramesh Chand Agarwal and Mr. Anil Kumar Agarwal as members.

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- Remuneration Policy

The remuneration policy is directed towards rewarding performance based on review of achievements. The remuneration paid to the Directors of the Company during the financial year 2008-2009 is as under :

| Name of the Director | Salary & Perquisites | Sitting Fees | Remuneration | Total |
|---------------------------|----------------------|--------------|--------------|--------|
| Ashok Mittal | 72000 | Nil | Nil | 72000 |
| Rakesh Mittal | 60000 | Nil | Nil | 60000 |
| Anil Kumar Agarwal | 240000 | Nil | Nil | 240000 |
| Ramesh Chand Agarwal | Nil | 2000 | Nil | 2000 |
| Dr. Shambhu Dayal Agarwal | Nil | 2000 | Nil | 2000 |
| Madan Mohan Agarwal | Nil | 2000 | Nil | 2000 |
| Shalabh Singh | Nil | 2000 | Nil | 2000 |

5. Shareholders and Investors Grievance Committee

Shareholders and Investors Grievance Committee which comprises of Mr. Ramesh Chand Agarwal as Chairman, Mr. Ashok Mittal and Mr. Anil Kumar Agarwal as Member. The Committee approves the Share Transfers and issue of duplicate shares certificates if any. The Committee also takes note of dematerialisation requests received from shareholders and Beetal Financial and Computer Services Pvt. Ltd. who are the Registrars and Share Transfer Agent of the Company. Details of Share Transfers/transmissions approved by the committee are placed at the Board Meetings from time to time.

- Compliance Officer

Mr. Anil Kumar Agarwal, Whole Time Director of the Company is compliance officer.

There were no complaints from investors outstanding at the beginning of the year or received during the year ended 31.03.2009.

- Pending Share Transfer

During the year ended 31st March 2009 the Company processed 300 Shares for Physical Transfer of Shares. Pursuant to the compulsory trading of shares of the Company in electronic mode company received demat requests for 900 Shares and the same were dematerialized. The Company received remat requests for Nil Shares and the same were rematerialized. There were no share transfers pending for registration for more than 30 days as on the said date.

6. General Body Meetings

The last three Annual General Meetings of the Company were held as under :-

| AGM No. | Location | Date | Time |
|----------------------|---|------------|---------|
| AGM 14 th | Registered Office of the Company at New Delhi | 30-08-2006 | 10 A.M. |
| AGM 15 th | Registered Office of the Company at New Delhi | 29-08-2007 | 10 A.M. |
| AGM 16 th | Registered Office of the Company at New Delhi | 26-09-2008 | 10 A.M. |

7. Disclosures

- Disclosure on materially significant related party transactions i.e. Transactions of the Company of material nature, with its promoters or the directors or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of the Company at large :
There are no materially significant related party transactions made by the Company with its promoters, Directors or the management.
The details of related party transactions are given in note no 8, in Schedule 'N' of the schedules forming part of the Balance Sheet and Profit & Loss Account.
- Details of non-compliance by the Company, penalties and strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets during last three years.
---None---

8. Means of Communications

The Board of Directors of the Company approves and takes on record the unaudited financial results in the Performa prescribed by the Stock Exchange, Mumbai, within one month of close of the quarter/half year and announces forthwith results to The Mumbai Stock Exchanges where the shares of the Company are listed. Further, the quarterly results in the prescribed Performa are published within 48 Hours in The Pioneer & Vir Arjun. The annual Audited Results of the Company are likewise communicated in the prescribed Performa to all the Stock Exchanges where the shares of the Company are listed.