

# **BEARDSELL LIMITED**

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**Seventy Seventh Annual Report & Accounts**

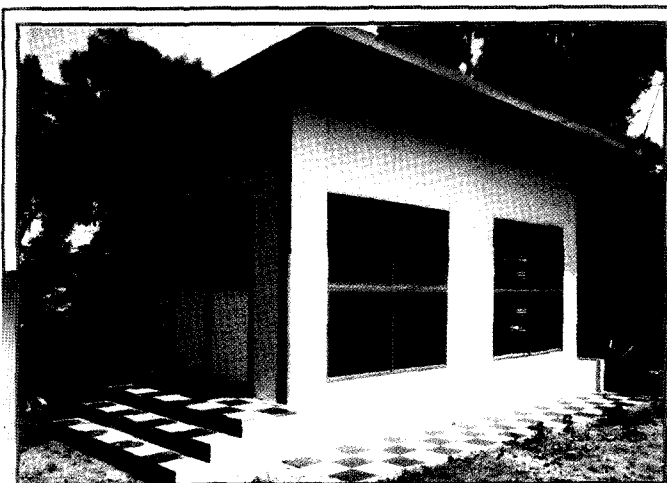
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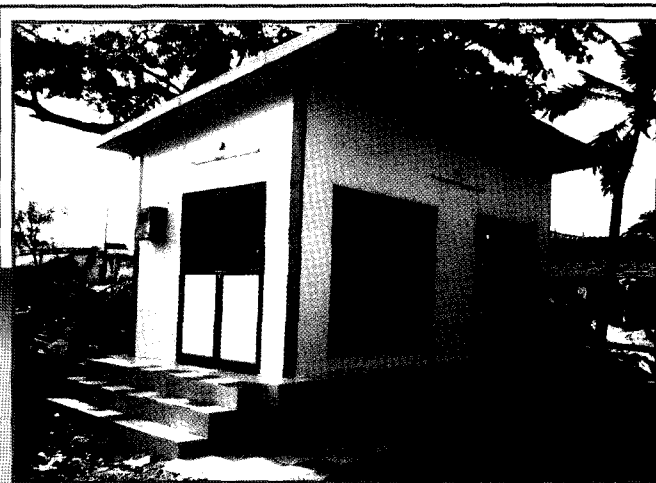
**2013 - 2014**

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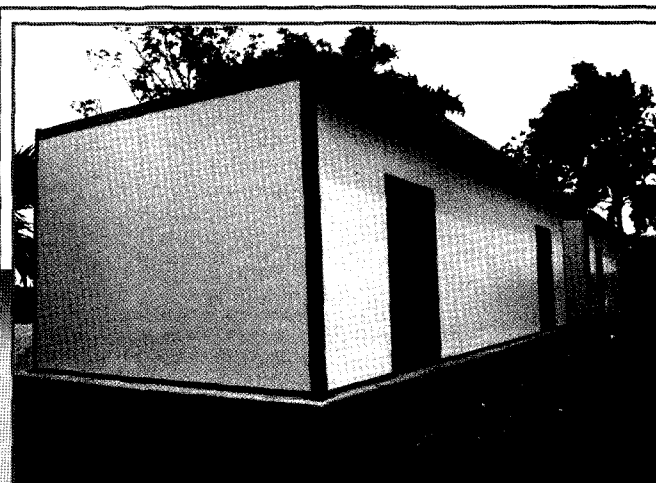
KRIDL-Prefab R.O. Plant building in Karnataka [Govt. Job]



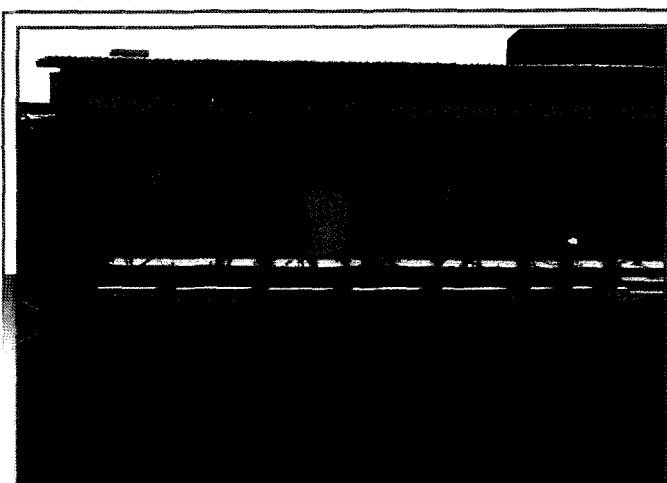
KRIDL-Prefab R.O. Plant building in Karnataka [Govt. Job]



SDRF Barrack Bihar



SDRF Bihta



Farm house Hyderabad



Hyderabad farm house



# BEARDSSELL LIMITED

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<b>CONTENTS</b>	<b>Page</b>
Notice to Shareholders	2
Report of Directors	8
Auditors Report	20
Balance Sheet	22
Statement of Profit and Loss	23
Cash Flow Statement	24
Notes	26

## **Directors**

Mr. M. Uttam Reddi  
Mr. V. Thirumal Rao  
Mr. R.Gowri Shanker  
Mr. Bharat Anumolu - Managing Director  
Mr. S.V. Narasimha Rao - Executive Director  
Mr. Amrith Anumolu - Executive Director  
Mr. V.J. Singh

## **Chief Financial Officer**

Mr. Y. Mukthar Basha

## **Company Secretary**

Mr. K.Murali

## **Auditors**

M/s. Deloitte Haskins & Sells

## **Bankers**

Bank of India

## **Registered Office**

47 Graemes Road  
Chennai 600 006  
Phone : 044 - 2829 3296 / 2829 0901  
Fax : 044 - 2829 0391  
CIN No. : L65991TN1936PLC001428  
E-mail : ho@beardsell.co.in  
Website : www.beardsell.co.in



# BEARDELL LIMITED

**NOTICE IS HEREBY GIVEN** that the Seventy Seventh Annual General Meeting of the Company will be held on Wednesday, the 13th August, 2014 at 10.00 A.M. at "Mini Hall" Satguru Gnananada Hall, Naradaganasabha, 314, T.T.K. Road, Chennai 600 018 to transact the following business:

## AS ORDINARY BUSINESS

### 1. ADOPTION OF ACCOUNTS

To consider and if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"RESOLVED THAT the Balance Sheet as at 31st March, 2014, the Statement Profit and Loss of the Company with the Schedules and Cash Flow Statement for the year ended 31st March, 2014 together with the Directors Report and the Auditors' Report thereon, be and are hereby approved and adopted."

### 2. TO DECLARE A DIVIDEND

To consider and if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the recommendation of the Board of Directors, Dividend at the rate of Re.1/- (10 percent) per share be paid as Dividend for the year ended 31st March, 2014 to those share holders whose name appears in the Register of Members on 4th August, 2014."

### 3. APPOINTMENT OF DIRECTOR

To consider, and if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"RESOLVED THAT Mr.V.Thirumal Rao, who retires by rotation and being eligible for reappointment be and is hereby appointed as a director of the Company."

### 4. APPOINTMENT OF AUDITORS

To consider and if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"RESOLVED THAT the Auditors of the Company, Messrs. Deloitte Haskins & Sells (DHS), Chartered Accountants, Chennai (ICAI Registration Number of the firm is 008072S) who retire at this meeting, being eligible and willing to act as auditors of the Company, be and are hereby appointed Auditors of the Company for a further period of three years to hold office till the conclusion of the Eightieth Annual General Meeting of the Company on a remuneration as the Board of Directors of the Company may determine, in addition to traveling and out of pocket expenses"

## AS SPECIAL BUSINESS ORDINARY RESOLUTION

### 5. REAPPOINTMENT OF Mr. BHARAT ANUMOLU AS "MANAGING DIRECTOR".

To consider and if thought fit to pass with or without modification, the following resolution as Ordinary Resolution.

"RESOLVED THAT subject to the provisions of Section 188, 197, 198 read with Schedule V and all other applicable provisions, if any, of the Companies Act, 2013, the reappointment of Mr. Bharat Anumolu, as Managing Director for a period of Five years with effect from 20th May, 2014 as recommended by the Nomination and Remuneration Committee on 19th May, 2014 and approved by the Board of Directors on 29th May, 2014 be and is hereby approved and confirmed"

- a) Salary : Rs. 1,60,000 Per month
- b) Perquisites : Perquisites are classified into Three Categories A, B and C as follows:

#### CATEGORY A

##### HOUSING

- a) The expenditure incurred by the Company on hiring unfurnished residential accommodation will be subject to a ceiling of 60% of the salary;
- b) Where accommodation in the Company Owned house is provided, the Company shall deduct 20% salary of the Managing Director. Wherever the Company does not provide accommodation, House Rent allowance shall be paid in accordance with (a) above:

##### GAS, ELECTRICITY AND WATER

Reimbursement of Expenditure incurred on gas, electricity and water.

##### MEDICAL REIMBURSEMENT

Expenses incurred for the Managing Director and the family, subject to a ceiling of one month's Salary in a year or three month's salary over a period of three years.

##### LEAVE TRAVEL CONCESSION

For the Managing Director and his family, once in a year incurred in accordance with the Company Rules.

##### CLUB FEES

Fees for clubs subject to a maximum of two clubs. This will not include admission and life membership fees.

##### PERSONAL ACCIDENT INSURANCE

Premium not to exceed Rs. 1 000/- per annum.

##### CATEGORY "B"

Contribution to Provident Fund, Superannuation Fund and Gratuity as per the Company's rules.

### **CATEGORY "C"**

Provision of car for use on Company's business and telephone at residence will not be considered as perquisites. Personal long distance calls on telephone and use of car for private purpose shall be billed by the Company to the Managing Director.

The remuneration aforesaid including the benefits and amenities be paid and allowed as minimum remuneration for any year in the event of loss or inadequacy of profits though it exceeds the ceiling limit prescribed in Section 197 of the Companies Act, 2013.

The Managing Director shall not be liable to retire by rotation as a Director.

"RESOLVED FURTHER THAT the aggregate of above remuneration payable to the Managing Director shall not exceed Rs.36,00,000/- (Rupees Thirty Six Lakhs only) in a year which is inclusive of all perquisites and allowances.

"RESOLVED FURTHER THAT the information provided above shall be treated as an Abstract of contract of employment with Managing Director under section 190 of the Companies Act, 2013.

"RESOLVED FURTHER THAT Mr.K.Murali, Company Secretary be and is hereby authorised to sign and file all forms/ applications and other documents with all statutory Authorities and generally to do all acts deed and things in order to give effect to the above resolution.

### **6. REAPPOINTMENT OF MR. S.V. NARASIMHA RAO AS "EXECUTIVE DIRECTOR"**

To consider and if thought fit to pass with or without modification, the following resolution as Ordinary Resolution.

"RESOLVED THAT subject to the provisions of Section 188, 197, 198 read with Schedule V and all other applicable provisions, if any, of the Companies Act, 2013, the reappointment of Mr.S.V.Narasimha Rao as "Executive Director" for a period of Five years with effect from 29th June, 2014 as recommended by the Nomination and Remuneration Committee on 19th May, 2014 and approved by the Board of Directors on 29th May, 2014 be and is hereby approved and confirmed"

- a) Salary : Rs. 1,00,000 Per month
- b) Perquisites : Perquisites are classified into Three Categories A, B and C as follows:

### **CATEGORY A**

#### **HOUSING**

- a) The expenditure incurred by the Company on hiring unfurnished residential accommodation will be subject to a ceiling of 60% of the salary;
- b) Where accommodation in the Company Owned house is provided, the Company shall deduct 20%

salary of the Executive Director. Wherever the Company does not provide accommodation, House Rent allowance shall be paid in accordance with (a) above:

### **GAS, ELECTRICITY AND WATER**

Reimbursement of Expenditure incurred on gas, electricity and water.

### **MEDICAL REIMBURSEMENT**

Expenses incurred for the Executive Director and the family, subject to a ceiling of one month's Salary in a year or three month's salary over a period of three years.

### **LEAVE TRAVEL CONCESSION**

For the Executive Director and his family, once in a year incurred in accordance with the Company Rules.

### **CLUB FEES**

Fees for clubs subject to a maximum of two clubs. This will not include admission and life membership fees.

### **PERSONAL ACCIDENT INSURANCE**

Premium not to exceed Rs. 1 000/- per annum.

### **CATEGORY "B"**

Contribution to Provident Fund, Superannuation Fund and Gratuity as per the Company's rules.

### **CATEGORY "C"**

Provision of car for use on Company's business and telephone at residence will not be considered as perquisites. Personal long distance calls on telephone and use of car for private purpose shall be billed by the Company to the Executive Director.

The remuneration aforesaid including the benefits and amenities be paid and allowed as minimum remuneration for any year in the event of loss or inadequacy of profits though it exceeds the ceiling limit prescribed in Section 197 of the Companies Act, 2013.

The Executive Director shall not be liable to retire by rotation as a Director.

"RESOLVED FURTHER THAT the aggregate of above remuneration payable to the Executive Director shall not exceed Rs.22,00,000/- ( Rupees Twenty Two Lakhs only ) in a year which is inclusive of all perquisites and allowances.

"RESOLVED FURTHER THAT the information provided above shall be treated as an Abstract of contract of employment with Executive Director under section 190 of the Companies Act,2013.

"RESOLVED FURTHER THAT Mr.K.Murali, Company Secretary be and is hereby authorised to sign and file all forms / applications and other documents with all Statutory Authorities and generally to do all acts deed and things in order to give effect to the above resolution.



## 7. RE-APPOINTMENT OF INDEPENDENT DIRECTORS

- (a) To consider, and if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 149(4), 149(6), 149(7) and other applicable provisions of the Companies Act, 2013 Mr.R.Gowri Shanker be and is hereby reappointed as an Independent Director of the Company to hold office for a period of five years from 29th May, 2014 to 28th May, 2019."

- (b) To consider, and if thought fit, to pass with or without modification, the following resolution as a Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 149(4), 149(6), 149(7) and other applicable provisions of the Companies Act, 2013 Mr.M.Uttam Reddi be and is hereby reappointed as an Independent Director of the Company to hold office for a period of five years from 29th May, 2014 to 28th May, 2019."

- (c) To consider, and if thought fit, to pass with or without modification, the following resolution as a Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 149(4), 149(6), 149(7) and other applicable provisions of the Companies Act, 2013 Mr. V.J. Singh be and is hereby reappointed as an Independent Director of the Company to hold office for a period of five years from 29th May, 2014 to 28th May, 2019."

## SPECIAL RESOLUTION

### 8. INCREASE IN BORROWING POWERS

To consider and if thought, fit to pass with or without modification, the following Resolution as Special Resolution:

"RESOLVED THAT pursuant to sections 180 (1) [c] of the Companies Act, 2013 and Article 73 of the Articles of Association of the Company, consent be and is hereby accorded to the Board of Directors of the Company to borrow from time to time as it may consider fit any sum or sums of money not exceeding Rs.60.00 Crores (Rupees Sixty Crores Only) apart from temporary loans obtained from the Company's Bankers in the ordinary course of business on such terms and conditions as the Board may deem fit notwithstanding that the monies to be borrowed together with monies already borrowed by the Company (apart from temporary loans obtained from the Company's Bankers in the ordinary course of business) will exceed the aggregate of the paid up Capital of the Company and its free Reserves that is to say Reserves not set apart for any specific purpose."

"RESOLVED FURTHER THAT the Board of Directors be and is hereby authorised to do and perform all such acts, deeds, matters and things and to take such steps as may be necessary or desirable to give effect to this resolution."

**By order of the Board**

Chennai  
May 29, 2014

K. Murali  
Company Secretary

## NOTES

1. The Explanatory Statement pursuant to Section 102 (1) of the Companies Act, 2013 in respect of the Special Business set out in Item no. 5, 6, 7(a), 7(b), 7(c) & 8 annexed here to.
2. A member entitled to attend and vote at the Meeting is entitled to appoint a Proxy or Proxies to attend and vote instead of himself and such Proxy or Proxies must be a member or members of the Company. The Proxy form, duly signed, must be deposited at the Registered Office of the Company not less than 48 hours before the time of holding the meeting.
3. A Proxy form shall be in Form No.MGT11 of the Companies Act, 2013.
4. As mandated by SEBI, Members are provided e-voting facility and the rules for e-voting is annexed.
5. The Register of Members and Share Transfer Books of the Company will remain closed from 5th August, 2014 to 13th August, 2014 (both days inclusive).
6. Members are requested to intimate change, if any, in their address immediately.
7. Section 124 (5) of the Companies Act, 2013 mandates that Companies should transfer dividend that has been unclaimed for a period of seven years from the unpaid dividend account to the Investor Education Protection Fund (IEPF). The dividend for the years mentioned below, if unclaimed with in a period of seven years, will be transferred to IEPF in accordance with the following schedule:

S.No	Financial Year	Date of Declaration of Dividend	% of Dividend	Date of Transfer to unpaid Dividend Account	Date of Transfer to Central Government to Investor Education and Protection Fund
1	2006-2007	27/08/2007	10%	08/09/2007	06/10/2014
2	2007-2008	27/08/2008	15%	06/09/2008	04/10/2015
3	2011-2012	29/09/2012	10%	10/10/2012	08/11/2019
4	2012-2013	13/08/2013	10%	16/08/2013	18/09/2020

Share holders are informed that once unclaimed dividend is transferred to IEPF, no claim shall lie in respect thereof with the Company.

### 8. Details of Directors seeking Re-appointment at the forthcoming Annual General Meeting pursuant to clause 49 of Listing Agreement

a	Name	Mr.V.Thirumal Rao
b	Brief Resume	
i	Age	69
ii	Qualification	B.Com, L.L.B
iii	Experience in Specific Functional Area	43 Years
iv	Date of Appointment on the Board of the Company (BEARDSELL LIMITED)	19/01/1986
c	Nature of Expertise in Specific Functional Area	Legal
d	Name(s) of other Companies in which Directorships held (as per section 165 of the Companies Act, 2013)	NIL
e	Name(s) of Companies in which Committee Membership(s)/Chairman ship (s) Held	NIL
f	No. of Shares of Rs.10/- each held by the - Director	NIL
	- his Relatives	200 nos
	- Total	200 nos
g	Relationship between Directors inter se (As per Section 2 (77) of the Companies Act,2013 )	Mr. M. Uttam Reddi Director

9. Members are requested to bring their copy of the Annual Report with them to the Annual General Meeting.



# BEARDELL LIMITED

## **EXPLANATORY STATEMENT: Pursuant to Section 102 (1) of the Companies Act, 2013**

### **ITEM NO.(5)**

The Special Business relates to reappointment of Mr. Bharat Anumolu as Managing Director. The reappointment and remuneration was approved by the Nomination and Remuneration Committee on 19th May, 2014. The Board of Directors in their meeting held on 29th May, 2014 approved the appointment and remuneration.

Mr. Bharat is a graduate of the Indian Institute of Technology, Madras and has a Masters degree in Industrial and Systems Engineering, Virginia Tech, Blacksburg, USA. He was working as Vice President, Information Technology at Merrill Lynch Bank, New York, USA. Prior to working at Merrill Lynch, Mr Bharat worked in a consulting role for major Corporations such as Deutsche Bank, Credit Suisse, Philips De Pury Anchors and Innovatix LLC.

Mr. Bharat Anumolu is interested in the resolution.

No other Director except Mr. Amrith Anumolu, Executive Director, relative of Mr. Bharat Anumolu is interested.

### **ITEM NO.(6)**

The Special Business relates to reappointment of Mr. S.V. Narasimha Rao as Executive Director. The reappointment and remuneration was approved by the Nomination and Remuneration Committee on 19th May, 2014. The Board of Directors in their meeting held on 29th May, 2014 approved the appointment and remuneration.

Mr. S.V. Narasimha Rao is a graduate of the Indian Institute of Technology, Madras and has a Masters Degree in Science (Chemical Engineering) and Masters Degree in Business Administration, University of Nebraska, USA. He started his career as a Management Trainee at The K.C.P. Ltd, Chennai and was trained in all departments of the sugar factory and was handling and running of technical departments as Assistant Manager. After expansion of the sugar unit, looked after the expansion of Cement factory, including application for Loan from IDBI and licence from Central Government. Subsequently he was posted as Sales Manager for selling Sugar Machinery - Booked orders for two indigenous full sugar plants and one export sugar plant in Sri Lanka. He held the position of Regional Manager in Sumac International Pvt Ltd, Technical Manager in Jeypore Sugar Co. Ltd, Chagallu, West Godavari Dist (A.P) and Chief Executive (Projects) in Beardsell Limited. At Beardsell Ltd, he set up two Joint Venture units {(i) KWH Helioplastics & (ii) Shin-A Chemicals (India) Ltd}. Prior to his induction to the Board of Beardsell Limited, he was the Chief Operating Officer at K.C.P Sugar and Industries Corporation Ltd and looking after the day-day administration of the sugar factories, Distillery, Chemical Plants and The Eimco K.C.P. Ltd., (Wholly owned Subsidiary Company of K.C.P. Sugars), which is a Manufacturer of Pollution Control Equipments.

No other Director except Mr. S.V. Narasimha Rao, Executive Director is interested.

### **ITEM NO.(7a)**

The Special Business relates to Re-appointment of

Mr. R. Gowrishanker as an Independent Director

Mr R Gowrishanker was reappointed as an Independent Director by the Board of Directors in their meeting held on 29th May, 2014 to hold office for a period of five years from 29th May, 2014 to 28th May, 2019 subject to the approval of the share holders in the ensuing Annual General Meeting. Notice in writing has been received from a member signifying his intention to propose the name of Mr R Gowri Shanker for reappointment as an Independent Director pursuant to Section 149(4), 149(6), 149(7) and other applicable provisions of the Companies Act, 2013.

Mr. Gowri Shanker is a well-qualified technical and entrepreneurial professional with a distinguished management career leading the technology and operations of multi-million dollar organizations. He holds M.S. Degree in e-commerce from Carnegie Mellon University, M.S. in Industrial Engineering from University of Texas, M.B.A. from University of Chicago and B.Tech in Chemical Engineering from IIT, Madras. He has over 36 years experience with Multinational Companies such as AT & T, Fedex & Holiday Inns in the US and has had leadership roles in several entrepreneurial ventures. He is presently the Managing Director of Secure Earth Technologies Limited.

Mr. Gowri Shanker is associated with the Company as a Director from 2006 onwards.

No Other Director except Mr. R. Gowri Shanker is interested.

### **ITEM NO.(7b)**

The Special Business relates to Re-appointment of Mr. M. Uttam Reddi as an Independent Director.

Mr. M. Uttam Reddi was reappointed as an Independent Director by the Board of Directors in their meeting held on 29th May, 2014 to hold office for a period of five years from 29th May, 2014 to 28th May, 2019 subject to the approval of the share holders in the ensuing Annual General Meeting. Notice in writing has been received from a member signifying his intention to propose the name of Mr. M. Uttam Reddi for reappointment as an Independent Director pursuant to Section 149(4), 149(6), 149(7) and other applicable provisions of the Companies Act, 2013.

Mr Uttam Reddi is a senior Partner of M/s. Uttam Reddi & Co.,

Mr Uttam Reddi specializes in the field of Income Tax, Sales Tax, Customs and Central Excise. He has appeared in many landmark cases both in the Supreme Court and in the High Court of Judicature at Madras. Ever since he has been the Legal advisor to large corporates such as Madras Fertilizers Limited, Southern Petro Chemicals Industries Corporation Ltd., GEC Group Companies in India, FAL Industries Ltd., Switching Technologies Gunther Ltd., KCP Sugars & Industrial Corporation Limited., among others.

Mr. Uttam Reddi is associated with the Company as a Director from 1970 onwards.

Mr. Uttam Reddi is interested in this resolution.

No other Director Except Mr. V. Thirumal Rao Director relative of Mr. Uttam Reddi is interested.



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**ITEM NO.(7c)**

The Special Business relates to Re-appointment of Mr.V.J.Singh as an Independent Director

Mr. V.J. Singh was re-appointed as an Independent Director by the Board of Directors in their meeting held on 29th May, 2014 to hold office for a period of five years from 29th May, 2014 to 28th May, 2019 subject to the approval of the share holders in the ensuing Annual General Meeting. Notice in writing has been received from a member signifying his intention to propose the name of Mr. V.J. Singh for reappointment as an Independent Director pursuant to Section 149(4), 149(6), 149(7) and other applicable provisions of the Companies Act, 2013.

Sri. V.J.Singh is an M.A. in Economics from Madurai University and he secured 7th Rank in the university at graduation level, holding the first class in B.A. Economics which was a rarity in 1970s. Sri. V.J.Singh joined LIC as a Direct Recruit Officer in the year 1977. The important assignments he held were, Marketing Manager of Aurangabad Division, Sr. Divisional Manager of Tirunelveli Division and Regional Manager of the combined heaviest portfolio of Estates and Office Services of Western Zone, Mumbai. Subsequently he held the post of Regional Manager (E&OS) of Southern Zone, Chennai. On his elevation to the cadre of Executive Director, he took charge as Principal, Southern Zonal Training Centre, Chennai.

Mr.V.J.Singh retired from the services of LIC of India in February, 2012 and continued to be a Director of the Company.

Mr V.J.Singh is associated with the Company as a Director from 2010 onwards.

No Other Director except Mr.V.J.Singh is interested in the above resolution.

**ITEM NO.(8)**

At the Fifty Ninth Annual General Meeting held on 25th September 1996 the Company had authorised the Board of Directors to borrow monies upto a limit of Rs.25 crores (Rupees Twenty five Crores only). Keeping in view the increase in the Company's business, its development plans and increase in the working capital due to growing business operations, it may become necessary to borrow monies in excess of the said limit fixed in 1996. It is therefore, proposed to increase the borrowing limit from Rs 25 crores to Rs 60 crores. Article 73 of the Articles of Association of the Company which is governed by Section 180 (1) [c] of the Companies Act, 2013 provides that the Board of Directors of a Public Company shall not, unless authorised by the Company in General Meeting by way of special resolution, borrow monies (apart from temporary loans obtained from the Company's bankers in the Ordinary course of business) in excess of the aggregate paid-up capital of the Company and its free reserves, that is to say, reserves not set apart for any specific purpose.

Hence, this resolution is placed for your approval. None of the Directors of the Company is interested or concerned in the said resolution.

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# BEARDELL LIMITED

## REPORT OF BOARD OF DIRECTORS

Your Directors present the 77th Annual Report of the Company together with the Audited Accounts for the Financial Year ended 31.03.2014.

## PERFORMANCE / OPERATIONS

### FINANCIAL RESULTS

(Rs. In Lakhs)

	Year Ended 31.03.2014	Year Ended 31.03.2013
Gross Revenue	10704.20	9609.92
Profit before interest & Depreciation	663.14	863.22
Finance Cost	238.26	177.96
Profit before Depreciation	424.88	685.26
Depreciation	222.52	179.33
Profit before tax	202.36	505.93
Profit after taxation	129.12	294.05
Surplus in Statement of Profit & Loss from Last Year	1648.72	1409.46
<b>Appropriations</b>		
Proposed Dividend on Equity Shares	46.83	46.83
Tax on Dividend	7.96	7.96
Surplus carried to Balance Sheet	1723.75	1648.72

## REVIEW OF OPERATIONS

### DIVIDEND:

The Board of Directors wishes to inform the shareholders that the Dividend at the rate of Re.1/- (10 percent) per share is proposed to be paid as Dividend for the year ended 31st March, 2014 to those share holders whose name appears in the Register of Members on 4th August, 2014, subject to the approval of the shareholders in the ensuing Annual General Meeting.

### A) PACKAGING PRODUCTS

Our EPS packaging products are accepted throughout various industry sectors due to our emphasis on quality and our adherence to production schedules. Notable customer wins in this financial year included SANMINA SCI India Pvt Ltd., who have started procuring our product. Although our volumes are increasing, our profitability for this product line is severely impacted by the continuous increase in EPS raw material prices.

### B) PREFABRICATED PANEL PRODUCTS

Our Isobuild product line installed Walk-in Cold Rooms for storing medicines throughout Andhra Pradesh. This tender was won against international bidding. We have successfully executed 120 Nos of RO plant buildings to Karnataka Rural Infrastructure Development Ltd for supply of purified water in various villages throughout Karnataka. We have also successfully executed 105 TORTA CABINS for PWD, Bihar.

This year substantial progress has been made in SteilWallz,

which is marketed as a superior building system to the traditional RCC construction that is prevalent in the commercial and residential building sectors. We have executed villas / houses in Tamil Nadu and Hyderabad in a very quick time and at a competitive cost compared to conventional method of construction.

### C) CONTRACTS & EXPORTS

Our contracting division continues to execute insulation contracts for major companies including HPCL, IOCL and others. We are striving to increase revenues in this segment by marketing across regions. The exports team has successfully won several tenders abroad and are in the process of implementing the contracts.

### FIXED DEPOSITS

Fixed Deposits amounting to Rs.1.24 Lakhs matured but were not claimed till 31st March 2014. Subsequently, Fixed Deposit totaling to Rs 0.45 Lakhs have been repaid.

Pursuant to Section 73, 74 and 76 of the Companies Act 2013, deposits accepted prior to 01/04/2014 are being repaid on the respective due dates.

All Deposits / Interest accrued there on remaining unclaimed for a period of seven years from the date they became due for payment have been credited to the Investor Education and Protection Fund under Section 124 (5) of the Companies Act, 2013.

### INSURANCE

All the Properties of the Company including Buildings, Plant and Machinery and Stocks have been adequately insured.

### DIRECTORS

Mr. Bharat Anumolu was re-appointed as Managing Director with effect from 20th May, 2014 for a period of five years. The re-appointment is subject to the approval and confirmation of the shareholders in the ensuing Annual General Meeting.

Mr. S.V. Narasimha Rao was re-appointed as Executive Director with effect from 29th June, 2014 for a period of five years. The reappointment is subject to the approval and confirmation of the shareholders in the ensuing Annual General Meeting.

Mr. V.Thirumal Rao retires by rotation at this Annual General Meeting, and being eligible, offer him self for re-appointment.

Mr. R.Gowri Shanker, Mr. M.Uttam Reddi and Mr. V.J.Singh Directors, reappointed as an Independent Directors of the Company to hold office for a period of five years from 29th May, 2014 to 28th May, 2019.