



Board of Directors

Sri. J.S.Rao	Managing Director
Sri. K.Harishchandra Prasad	Director
Sri. J.Sivaram Prasad	Director
Sri. E.Siva Sankaram	Director
Sri. Boddu Venkata Subbaiah	Director
Smt. J.Triveni	Executive Chairperson

Committees of the Board :

Audit Committee

Sri. E.Siva Sankaram	Chairman
Sri. K.Harishchandra Prasad	Member
Sri. Boddu Venkata Subbaiah	Member

Remuneration Committee

Sri. K.Harishchandra Prasad	Chairman
Sri. E.Siva Sankaram	Member
Sri. Boddu Venkata Subbaiah	Member

Share Transfer & Investor's Grievance Committee

Sri. Boddu Venkata Subbaiah	Chairman
Sri.J.S.Rao	Member
Smt. J.Triveni	Member

Registered Office & Factory (Cement Division)

Mellacheruvu (Village & Mandal)
Nalgonda District
Andhra Pradesh-508 246.
Tel: 08683-226028.

Administrative Office & Factory (Electronic Division)

Plot No.40, I.D.A.,
Balanagar, Hyderabad - 500 037.
Tel: 040-23076543
E-mail ID: general@keerthiindustries.com

Bankers

Canara Bank
Andhra Bank
Indian Bank

Auditors

M/s. K.S.Rao & Co.,
Chartered Accountants
Hyderabad.

Cost Auditors

M/s. Narasimha Murthy & co
Cost Auditors
Hyderabad.

Registrar & Share Transfer Agents

M/s. XL Softech systems Limited
3, Sagar Society,
Road No.2, Banjara Hills,
Hyderabad – 500 034
Tel: 040-23545913,14

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NOTICE

NOTICE is hereby given that the 28th Annual General Meeting of Shareholders of the Company will be held on Friday, the 30th September, 2011 at 10:00 AM at the Registered Office and Factory of the Company situated at Mellacheruvu (Village & Mandal), Nalgonda District-508246, Andhra Pradesh to transact the following business:

ORDINARY BUSINESS:

1. To receive and adopt the Balance Sheet as at 31st March, 2011 and the Profit and Loss Account for the year ended on that date together with the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Sri K. Harishchandra Prasad, Director who retires by rotation, and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Sri Boddu Venkata Subbaiah, who retires by rotation, and being eligible, offers himself for re-appointment.
4. To consider the appointment of M/s. K.S. Rao & Co, Chartered Accountants, as Auditors of the Company to hold the office till the conclusion of the next Annual General Meeting at such remuneration and terms as may be mutually agreed to between the Board of Directors and the Auditors.

SPECIAL BUSINESS:

5. To consider and thought fit, to pass with or without modification, the following resolution as an Special Resolution:

"RESOLVED THAT pursuant to section 314(1B) of Companies Act 1956 as amended to date and notification No. G.S.R 303 (E) dated 6.04.2011 issued by Ministry of Corporate Affairs, New Delhi read with the Director's Relatives (Office or Place of Profit) Rules, 2003, the consent of the Company be and is hereby accorded to appoint Ms.J. Sharada Govardhani, a relative of the Chairperson and Managing Director of the Company, to hold or continue to hold an office of profit/place of profit as Chief Operating Officer of the company from for a tenure of 5 years with effect from 15th February 2011 at a remuneration as under:

Salary: ₹ 49,500/- per month during the probation period of 3 months and ₹ 150,000/- per month after confirmation of services with such annual increments as per the policy of the Company applicable to similar rank and cadre.

Perquisites: Company contribution towards provident fund, superannuation fund, gratuity

personal accident insurance coverage, reimbursement of medical expenses as per policy framed by the Company from time to time similar category of staff."

"FURTHER RESOLVED THAT the total remuneration payable to Ms.J.Sharada Govardhani is subject to limit of Rs.2,50,000/- per month or Rs.30,00,000 per Annum or such higher amount that the central government may prescribe from time to time in respect of provisions contained in section 314 of Companies Act 1956 as amended to date."

Members are requested to accord their consent to the above resolution.

By Order of the Board of Directors

Place: Hyderabad
Date: 31-08-2011

(J. S. Rao)
Managing Director

NOTES:

- (a) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY/PROXIES INSTEAD OF HIMSELF/ HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.
- (b) Proxies in order to be effective, should be received by the Company at its registered office not less than 48 hours before the commencement of the meeting.
- (c) The Register of Members and Share Transfer Books of the Company will remain closed from 24th September, 2011 to 29th September, 2011 (both days inclusive).
- (d) Members/proxies should bring the Attendance Slip duly filled in for attending the meeting. Corporate Members intending to send their authorized representatives are requested to send a duly certified copy of the Board resolution authorizing their representatives to attend and vote at the Annual General Meeting.
- (e) Shareholders are requested to kindly bring their copies of Annual Report to the Meeting and are also requested to send their queries, if any, on the accounts to the Registered Office at four days before the meeting to enable the management to keep the information ready
- (f) The Ministry of Corporate Affairs vide circular nos. 17/2011 and 18/2011 dates, April 21 and April 29, 2011 respectively, has undertaken a Green Initiative in Corporate Governance and allowed companies to share documents with its shareholders



through an electronic mode. Being a company with a focus on the environment and eco-sustainability, the Company proposes to send documents such as the notice of the Annual General Meeting, Audited Financial Statements, Directors Report, Auditors Report, etc., henceforth to the shareholders in electronic form in lieu of the paper form to the Members who are holding Company's share(s) in electronic form and have registered their email address in the records of the Depository which has been made available to us by them. Going forward, the shareholder communication would be sent in electronic form to Member's email address. Please inform any changes to your email address to your Depository Participant from time to time. Those members who have not registered their email address with their Depository Participant are requested to register their email with their Depository Participants.

- (g) The annual report of your Company for Financial Year 2010-11 would also be made available on the Company's website: www.keerthiindustries.com.

Explanatory Statement pursuant to provisions of section 173(2) of the Companies Act, 1956.

Item No. 5.

The Board in its meeting held on 14th February 2011 has appointed Ms.J.Sharada Govardhani relative of Chairperson & Managing Director as Chief operating officer of the Company at a salary of Rs.49,500/- per month during the probation period of 3 months and Rs.150,000/- per month after confirmation of services.

In the academics front, Ms. J.Sharada Govardhani has completed her Master degree in law (LLM) with merit from CORNELL UNIVERSITY- ITACA, USA. Considering her performance and involvement in the operations of the Company, the Board of Directors has confirmed her services w.e f.11th May 2011and accordingly increased her salary as per the terms of appointment.

Ms. J.Sharada Govardhani has been overseeing the overall operational issues of the Company and is reporting to the Managing Director.

While the company was initiated for getting approval of central government under 314 (1b) of the Companies Act 1956, the ministry of corporate affairs has issued a notification GSR No (303E) dated 06-04-2011 prescribing increase in the maximum limit of remuneration that could be paid to any relative of Director without approval of Central government from Rs.50,000/- per month to Rs. 250,000/- per month. This notification

was effective from 6th April 2011. In these circumstances, the Board sought the approval of shareholders by special resolution for appointment of Ms. J.Sharada Govardhani as Chief Operating Officer of the Company at a remuneration Rs.150,000 per month with such annual increment as per the policy of the Company applicable to similar rank and cadre.

The total remuneration would be subject to limit of Rs.2.50,000/- per month or Rs.30,00,000 per Annum or such higher limit as central government might prescribe from time to time in respect of Section 314 of the Companies Act, 1956.

The Board recommends the resolution setout under item no 5 for approval of the members as special resolution.

None of the Directors except Mr. JS Rao, Mrs. Triveni and Mr. J.Sivaram Prasad is in any way concerned or interested in the above resolution.

By Order of the Board of Directors

Place: Hyderabad

(J. S. Rao)



DIRECTORS' REPORT

Dear Members,

Your Directors are pleased to present your Company's 28th Annual Report for the Financial Year 2010-11 together with the Audited Balance Sheet as at 31st March, 2011 and the Profit & Loss Account for the year ended on that date.

FINANCIAL RESULTS: (Rs. In Lakhs)

	2010-11	2009-10
Operational Income	9356.54	7789.61
Operating Profit/(Loss)	1336.65	1263.35
Depreciation & Interest	1090.00	354.05
Profit/(Loss) for the year	246.65	909.30

OPERATIONS:

The overall performance of your company for the year under review was satisfactory in spite of shutdown our cement plant for more than four months during the year for execution of capacity expansion works. Another reason was sluggish market demand coupled with excess supply of cement in the market which resulted in steep fall in cement prices. In spite of revenue loss for the first three quarter of the year due to shutdown of plant for capacity expansion, overall performance of the company has touched to the mark of previous year results due to augmentation of additional capacity in the last quarter.

Cement Division: The production of Cement and Clinker were 2,77,716 MTS and 2,21,259 MTS respectively during the twelve months ended 31st March, 2011 as against 2,80,107 MTS and 2,72,078 MTS respectively during the previous year.

Wind Power: The Company has generated 27,71,454 KWH as against 31,42,779 KWH during the previous year .

Electronic Division: The Company produced 1441 sq.mts of Printed Circuit Boards as against 3,349 sq.mts during the previous year.

FUTURE PROSPECTS:

CEMENT DIVISION:

Your Company has completed the capacity expansion and debottlenecking programs to maintain growth and improve efficiencies. The trial production of the expanded capacity began in the month of August, 2010 and commercial production has commenced from 17th November

2010. With the expanded capacity of 900 TPD, your Company's total capacity will be 1800 TPD. The last few years have been a golden period for cement manufacturers when the government increased spending on infrastructure development. High commercial activity and rising demand for housing on account of higher per capita income has kept cement off take growth in double digits. The main factors behind increase in demand of cement were: 60 percent higher Public Sector Development Projects allocation, increasing number of real estate development projects for commercial and residential use, developing export market. The sharp decline in cement prices were due to domestic competition among producers squeezing the profitability of the industry. Thus, your Directors are confident that the performance of the company would be much better in the current year.

ELECTRONIC DIVISION:

The division will continue to strengthen the PCB edge, timely expansion, the PCB business to do fine and stronger. The Company is taking the necessary steps to streamline the operations and expects to improve the performance by increasing the sales volumes. The Company has approached to various defense PSUs to secure the work orders for manufacturing rigid PCB and the responses received from them are quite optimistic.

SUGAR DIVISION

Your Company has planned to install 3500 TPD integrated sugar mill, 50KLPD ethanol Plant and 20 MW Co-generation power plant with an estimated cost of 319.92 Crores at Mostor Village, Yadgir Dist in the state of Karnataka. Order for project preplanning has been given to M/s. MITCON Consultancy Services Limited. The Company has secured In-principle approval from the Government of Karnataka for establishing the integrated sugar project. The company has purchased Acres 97 and 19 gunats of land for establishment of the project. The requisite approvals under Environment laws and other project related statutory compliance are under progress. Efforts are in pipeline to mobilize the financial resources required for implementation of the said project.

DEMAT OF SHARES:

The Equity Shares of your Company have been admitted by CDSL/NSDL for demat. All the Shareholders whose shares are in physical mode are requested to dematerialize their shares by forwarding share certificates to XL softtech systems Ltd, the transfer Agents of the Company through



their depository participants so that it will improve the liquidity to their stock.

DIRECTORS:

In accordance with the provisions of Companies Act, 1956 and the Company's Articles of Association, Sri K.Harishchandra Prasad and Sri. Boddu Venkata Subbaiah directors of the Company would retire by rotation and, being eligible, offer themselves for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- (i) that in the preparation of the accounts for the financial year ended on 31st March, 2011, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the Profit of the company for the year under review.
- (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, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- (iv) That the Directors have prepared the accounts for the financial year ended 31st March, 2011 on a going concern basis.

OPTIONALLY FULLY CONVERTIBLE UNSECURED DEBENTURES:

The 9% Optionally Fully Convertible unsecured Debentures of face value of Rs.100/- each aggregating value of Rs.7,70,97,800 allotted to various shareholders in pursuant to Scheme of amalgamation sanctioned by Honorable High court of Andhra Pradesh is falling due for payment between 10th August 2011 to 10th November 2011. Your Directors are taking necessary step to convert/redeem the same depending on the option to be choused by the debenture holders.

REPLY TO AUDITOR'S QUALIFICATIONS:

Regarding Auditor's Qualification on confirmation of balance from Sundry Debtors, Sundry Creditors and for Loans and Advances, the management is confident of realizing the receivables at the stated values other than those disclosed as doubtful and in the process of obtaining confirmation from the parties.

AUDITORS:

M/s. K.S. Rao & Co., Chartered Accountants, Hyderabad, the present Auditors, retires at the ensuing Annual General Meeting, and are eligible for reappointment.

PERSONNEL:

Employer-Employee relations remained cordial during the year under review. Your Directors place on record their sincere appreciation of the contribution made by the employees of the Company at all levels. As regards, information pursuant to Section 217(2AA) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 (as amended), there are no employees governed by the said provisions.

ADDITIONAL INFORMATION:

Information pursuant to Section 217(e)&(2A) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is annexed herewith.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Cement Division:

Industry Structure and Developments:

The Indian economic growth rate has been quite rapid compared to other emerging economies primarily due to higher reliance on domestic demand. The growth trajectory is expected to continue on the back of strong domestic demand and huge outlay on infrastructure planned by the Government. The long-term domestic outlook remains buoyant with the progressive reforms, increasing FDI, robust investments, growing incomes and aspirations. India being one of the major producers of cement and the demand is largely based on Infrastructure Projects, Urban development and housing, Roads and Buildings, Ports etc., However, the cost of the raw material and fuel namely Limestone, Coal, Power and Freight charges are all controlled by the Government and any increase in the price of the above mentioned items affects the cost of the production on which the company does not have



any control. Thus, industry has been in ups and downs. The Government spending on infrastructure is likely to benefit the revenue and earnings of all the cement companies across the country.

Opportunities and Threats:

The demand will be driven by Government's continued thrust on infrastructure development and to boost rural and housing sector. Infrastructure development is need of the nation, this along with rising housing provision will accelerate construction activity. Recovery of the global scenario could also provide impetus to economic growth and Cement demand.

Concerns of the Indian Cement Industry are high cost of Power and Coal, high freight cost, inadequate infrastructure, non availability of Wagons, and poor quality of coal and heavy taxes / royalty levies.

Electronic Division:

Industry Structure and Developments:

Your Company is one of the few companies specialized in manufacturing flexible printed circuit boards in India. The flexible PCBs being sold by the Company in India is an import substitute. The PCB industry purely depends on growth of electronic industry. The Electronic Industry is looking up and doing well, giving a scope for PCB industry to expand.

Opportunities and Threats:

Spreading into domestic market, as an import substitutes a major opportunity for the Company. However, due to fall in exports, there is a constraint on DTA eligibility. Therefore, the Company would have to make DTA sales by paying full Excise Duty, which is an additional burden on the margins. The company has been following this system through out the year under review.

Segment Or Product-Wise Performance:

Segment-wise or product-wise performance has already been furnished elsewhere in this report.

Outlook:

This has been discussed elsewhere in this Report.

Internal Control Systems and their Adequacy:

The Company is following a proper and adequate system of internal controls in respect of all its activities including safeguarding and protecting its assets against loss from unauthorized use of disposition. Further all transactions entered

into by the company are duly authorized and recorded correctly. M/s. Pavuluri & Co., Chartered Accountants, Hyderabad have been working as the Internal Auditors of the company. The Internal Auditors are submitting reports to the company on a Quarterly basis.

Financial/Operational Performance:

This has been already discussed elsewhere in this Report.

Human Resources/Industrial Relations:

The company enjoys very cordial industrial relations, due to which there is very low employee/labour turnover in the company. You will be happy to note that ever since the inception of the Company, there were no strikes, lockouts, lay-offs, retrenchments, etc.

ACKNOWLEDGEMENTS:

Your Directors are thankful to Canara Bank, Somajiguda Branch, Andhra Bank, SCF Branch and Indian Bank, Main Branch, Koti. for their continued support during the year under review and acknowledge with gratitude the help extended by the Central Government and Government of Andhra Pradesh. Your directors also wish to place on record their appreciation of the services rendered and co-operation extended by the Workmen, Staff, Dealers, Customers and other concerned.

By Order of the Board of Directors

Place: Hyderabad
Date: 31-08-2011

(J. Triveni)
Executive Chairperson



Annexure 'A'

Information as required under section 217(1) (e) read with the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1998.

FORM - A

Form for disclosure of particulars with respect to conservation of energy.

Particulars	Current Year			Previous Year		
	Cement	Electronic Division	Wind Power	Cement	Electronic Division	Wind Power
A. Power and Fuel Consumption:						
1 Electricity:						
a) Purchased Units (Nos)	2,76,43,746	3,21,165	NIL	3,04,17,028	3,91,746	NIL
Amount (Rs..)	11,28,26,766	20,10,448	NIL	10,11,93,972	19,08,882	
Rate/unit (Rs..)	4.08	6.26	NIL	3.33	4.87	
b) Own Generation:						
i. Through Diesel Generator Units (Nos.)	13,500	8,160	NIL	3,240	58,600	NIL
Units per Ltr. of Diesel Oil	3.00	3.40	NIL	2.70	7.71	
Cost/Unit (Rs.)	9.88	11.94	NIL	15.29	5.36	
ii. Through Steam Turbine/Generator:	NIL	NIL	NIL	NIL	NIL	NIL
Units (Nos.)	NIL	NIL	NIL	NIL	NIL	NIL
Units per Ltr. Of Fuel Oil Gas	NIL	NIL	NIL	NIL	NIL	NIL
Cost/Unit (Rs.)	NIL	NIL	NIL	NIL	NIL	NIL
2 Coal and Lignite used as fuel in Kiln:						
Quantity (M.T.)	49,342	NIL	NIL	57,116	NIL	NIL
Total Cost (Rs.)	15,77,47,171	NIL	NIL	16,50,10,798		
Average Rate/M.T. (Rs.)	3197	NIL	NIL	2889		
3 Furnace Oil	NIL	NIL	NIL	NIL	NIL	NIL
4 Others/Internal Generation	NIL	NIL	NIL	NIL	NIL	NIL
B. Consumption per unit production:						
Electricity (Units)	104.65	228.59	NIL	105.28	134.45	NIL
Furnace Oil	NIL	NIL	NIL	NIL	NIL	NIL
Coal	0.22	NIL	NIL	0.21	NIL	NIL
Others (Specify)	NIL	NIL	NIL	NIL	NIL	NIL



FORM - B

Form for disclosure of particulars with respect to Technology Absorption

Research and Development (R&D):

- | | |
|--|-----|
| 1. Specific areas in which R&D carried out by the Company | NIL |
| 2. Benefits derived as a result of the above R&D | NIL |
| 3. Future Plan of Action | |
| 4. Expenditure on R&D | NIL |
| a. Capital | |
| b. Recurring | |
| c. Total | |
| d. Total R&D expenditure as a percentage of total turnover | |

Technology absorption, adaptation and innovation

- | | |
|---|-----|
| 1 Efforts, in brief, made towards innovation | NIL |
| 2 Benefits derived as a result of the above efforts, e.g. product improvement, cost reduction, production development, import substitution etc. | NIL |
| 3 In case of imported technology (Imported during the last 5 years reckoned from the beginning of the financial Year), the following information may be furnished | NIL |
| a) Technology | |
| b) Been imported | |
| c) Year of import | |
| d) Has technology been fully absorbed | |
| e) If not fully absorbed, reasons therefore and future plans of action | |

Foreign Exchange Earnings & Outgo:

- | | |
|--|----------------|
| 1) Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services and export plans | |
| 1) Total foreign exchange outgo and earned | |
| a) Foreign Exchange Outgo | Rs.74.05 lakhs |
| b) Foreign Exchange Earned | Rs. 3.36 lakhs |

a) Particulars of Employees:

There are no employees governed by the provision of section 217(2A) of the Companies Act, 1956

By Order of the Board of Directors

Place: Hyderabad
Date: 30-08-2010

J.S.Rao
Managing Director



REPORT ON CORPORATE GOVERNANCE

Your Company fully adheres to the standards set out by the Securities and Exchange Board of India's Corporate Governance practices and has implemented all of its stipulations. In so far as compliance with the requirements of Clause 49 of the Listing Agreement with the Stock Exchange is concerned, your Company is in full compliance with the norms and disclosures that have to be made and forms part of this Annual Report.

1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

Your Directors philosophy on Corporate Governance is to enhance the long-term economic value of the company, sustainable return to its stakeholders i.e., the society at large by adopting best corporate practices in fair and transparent manner by aligning interest of the company with that of its shareholders/other key stakeholders, employees and the Government.

2. BOARD OF DIRECTORS

The Board comprises 6 Directors of which two of them are Executive Chairman and Managing Director. The non-executive directors on the Board are experienced, competent and highly reputed persons from their respective fields. The non-executive directors take active part at the Board and Committee Meetings, which adds vision, strategic direction and value in the decision making process of the Board of Directors. The composition of the Board is in conformity with the amendments in the listing agreement.

a) Composition of the Board as on 31st August, 2011

S. No	Category	No. of Directors	Percentage of Total No. of Directors
1	Functional Directors	2	33.33
2	Non executive Independent Directors	3	50.00
3	Other Non Executive Directors	1	16.67
Total Directors		6	100.00

b) Code of Conduct

The Board shall lay down a code of conduct for all Board members and senior management of the company. All Board members and senior management personnel shall affirm compliance with the code on an annual basis. The Annual Report of the company shall contain a declaration to this effect signed by the Chief Executive Officer (CEO).

The Board of Directors has laid down the Code of Conduct applicable to all Board members and senior executives of the company.

All Board members and senior management executives have affirmed compliance with the Code of Conduct.

A declaration by Managing Director (being CEO) affirming the compliance of the Code of Conduct for Board Members and senior management executives is also annexed separately at the end of this report.

3. BOARD MEETINGS AND ATTENDANCE RECORD – 2010-11:

The Company's Corporate Governance policy requires the Board to meet at least four times in a year. Six Board Meetings were held during the year under review.

Sl. No	Name of the Director	Designation As on 31.03.2011	No. of Meetings attended	Whether attended the last AGM	No. of Directorships in other Boards as on 31.03.2011	No. of Memberships(M)/ Chairmanships(C) in other Board Committee(s) as on 31.03.2011
1.	Mrs. J. Triveni	Chairman	6	YES	5	NIL
2.	Mr. J.S.Rao	Managing Director	6	YES	7	2(M)
3.	K.Harish Chandra Prasad	Director	5	NO	12	7(M)
4.	Mr.J.S.R. Prasad	Director	2	NO	10	4(M)
5.	Mr. E.Siva Sankaram	Director	5	YES	NIL	NIL
6.	Mr. B. V. Subbaiah	Director	3	NO	1	1(M)



The annual calendar of meetings is agreed upon at the beginning of each year. Meetings are governed by a structured agenda. The Board members, in consultation with the Chairman, may bring up any matter for consideration of the Board.

In accordance with the provisions of the Companies Act, 1956 and the company's Articles of Association, Mr. B. V. Subbaiah and K. Harish Chandra Prasad, Directors retire by rotation and are eligible for re-appointment.

GENERAL BODY MEETINGS

The last three Annual General Meetings were held as under:

S. No	Financial Year	Venue	Date and Time of AGM
1	2007-08	Mellacheruvu (Village & Mandal). Nalgonda District-508246 Andhra Pradesh.	29.12.2008 at 11.00 AM
2	2008-09	Mellacheruvu (Village & Mandal). Nalgonda District-508246 Andhra Pradesh.	29.09.2009 at 11.45 AM
3	2009-10	Mellacheruvu (Village & Mandal). Nalgonda District-508246 Andhra Pradesh.	30.09.2010 at 11.00AM

4. AUDIT COMMITTEE

The Board of Directors of the Company has constituted an Audit Committee consisting of the following Directors, with the role and responsibility duly defined and in accordance with the applicable statutory and other requirements. During the year, in all, 5 meetings of the committee took place and attendance thereat was as under:

Sl.No.	Name of the Director	Designation	No. of the Meetings Attended
1	Sri.E.Siva Sankaram	Chairman	5
2	Sri. K.Harishchandra Prasad	Member	5
3	Sri. B.V.Subbaiah	Member	3

5. SHAREHOLDERS/INVESTORS GRIEVANCES COMMITTEE

The Board of Directors of the company constituted Shareholders/Investors' Grievances Committee for utmost attention for resolving shareholders/ Investors grievances / complaints received from shareholders/ Investors directly or through Stock exchanges or SEBI and are replied to immediately. There are no outstanding or unresolved complaints.

The Board of Directors of the company constituted Shareholders Grievance Committee consisting of the following Directors, to deal with complaints regarding transmission of shares, non receipt of share certificates, dividends, annual reports and such other matters:

Sl.No.	Name	Designation
1	Sri. B.V.Subbaiah	Chairman
2	Sri. J.S. Rao	Member
3	Smt. J.Triveni	Member

During the year under review the company has received five complaints and resolved all the complaints.

6. REMUNERATION COMMITTEE

Other than the Managing Director, no other Director receives any remuneration from the company except sitting fees for attending the Board Meetings. The details of remuneration paid to the Managing Director are mentioned in Schedule L (Notes to the Accounts) to the Balance Sheet of the Company.

The Board of Directors of the company constituted Remuneration Committee consisting of the Non-Executive Directors, with role and responsibilities duly defined and in accordance with the applicable statutory and other requirements.