

VANSH NIMAY INFRAPROJECTS LIMITED

ANNUAL REPORT

2010-11

DIRECTORS' REPORT

The Shareholders,
VANSI NIMAY INFRAPROJECTS LIMITED

Your Directors have pleasure in presenting the Fifth Annual Report along with the Audited Accounts for the year ended on March 31, 2011

FINANCIAL RESULTS:

Particulars	(in ₹)	
	For the financial year ended on March 31, 2011	For the financial year ended on March 31, 2010
Total Income	413,358,190	283,459,977
Total Expenses	597,976,963	319,577,384
Profit/(Loss) Before Tax	(184,618,773)	(36,117,407)
Less: Provision for Tax	-	-
Profit/(Loss) After Tax	(184,618,773)	(36,117,407)
Balance carried forward	(291,903,539)	(107,284,765)

DIVIDEND:

Due to inadequacy of profits, your Directors have not recommended any dividend for the year under review

OPERATIONS:

As per the contract awarded by the Municipal Corporation of Nagpur (NMC) and the Concession Agreement dated February 9, 2007 entered with NMC (the "Agreement"), the Company has been running and maintaining 230 buses Nagpur City Bus (150 standard buses and 80 small buses)

Keeping in view the public transport requirements of city of Nagpur, NMC had obtained the approval under JNNURM scheme to induct additional 300 buses apart from existing 230 buses being operated by the Company. The Company had signed a Supplementary Agreement with NMC on March 3, 2010 for infusion of additional 300 buses (240 standard buses and 60 small buses) into its existing fleet of buses under the JNNURM scheme. The Company shall operate and maintain the entire fleet of 530 buses for a period of 10 years from the date of completion of deployment of 300 buses by NMC. The agreement provides for an extension of the concession period by another 5 years subject to satisfactory operations of the Project by VNIL.

DIRECTORS:

During the year under review, Mr. Mukund Sapre is liable to retire by rotation and being eligible, have offered himself for re-appointment

Mr. Neeraj Kapadia, resigned with effect from April 5, 2010 from the Board of Directors of the Company. The Board wishes to place on record its appreciation for the valuable contribution made by Mr. Neeraj Kapadia, during his association with the Company

AUDITORS:

M/s. Lakhani & Co., Chartered Accountants, retires at the ensuing Annual General Meeting of the Company and have expressed their willingness to continue as Statutory Auditors, if re-appointed.

DEPOSITS:

Your Company has not accepted any Fixed Deposits during the year under review

CORPORATE GOVERNANCE:

Four Board Meetings were held during the year under review on May 10, 2010, July 27, 2010, October 22, 2010 and January 24, 2011. The numbers of meetings attended by the Directors are as under:

Sr. No.	Name of Directors	No. of Board meetings held	No. of Board Meetings Attended
1	Mr. Mukund Sapre	4	2
2	Mr. Cherian George	4	4
3	Mr. Ravi Sreehari	4	3
4	Mr. Ajay Dhawangale	4	4

The Audit Committee has been constituted for good corporate governance and focused attention on the affairs of the Company

The Audit Committee is comprised of Mr. Mukund Sapre, Mr. Cherian George, Mr. Ravi Sreehari and Mr. Ajay Dhawangale, Directors. The Audit Committee met four times during the year under review on May 10, 2010, July 27, 2010, October 22, 2010 and January 24, 2011

PARTICULARS OF EMPLOYEES:

There were no employees in respect of whom the statement is required to be prepared pursuant to Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended from time to time.

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to Section 217(2AA) of the Companies Act, 1956 ("the Act") the Directors based on the representations received from the Operating Management, confirm that:

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

FOREIGN EXCHANGE EARNINGS AND OUTGO:

There was no earning or outgo of foreign exchange during the year under review. Since your Company does not have any manufacturing facility, the other particulars in the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are not applicable

Industrial Relations

During the year under review, labour relations remained cordial and smooth, except for few strikes, which were resolved with mutual agreement


ACKNOWLEDGMENTS:

The Directors place on record their appreciation for the support and co-operation rendered by Nagpur Municipal Co-operation, Central and State Government/Agencies, Bankers, Financial Institutions, Regulatory Authorities and Shareholders of the Company.

For and on behalf of the Board

Date : April 15, 2011
Place : Mumbai

25 
(Director)

002 
(Director)

**Auditor's Report to the Members of
VANSH NIMAY INFRAPROJECTS LIMITED.**


1. We have audited the attached Balance Sheet of **VANSH NIMAY INFRAPROJECTS LIMITED** (the 'Company') as at 31st March 2011, the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. Without qualifying our opinion, we draw attention to Note no.23 of Schedule M to the financial statements. The Company has incurred a net loss of Rs. Rs.18,46,18,773/- during the period ended March 31, 2011 and has negative net worth after considering advance towards share capital of Rs.13,79,03,539/- as at March 31, 2011. However, based on the management's business plans and financial support from promoters, in the opinion of the management, no adjustment is required to the carrying value of the assets and liabilities of the company as of the Balance Sheet date and accordingly these financial statements have been prepared on a going concern basis.
4. As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 (together the 'Order') issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 (the 'act') and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
5. Further to our comments in the Annexure referred to above, we report that :
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (ii) In our opinion, proper books of account, as required by law, have been kept by the Company so far as appears from our examination of those books;



- (iii) The Balance Sheet, the Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts;
- (iv) In our opinion, the Balance Sheet, the Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
- (v) On the basis of written representations received from the directors, as on 31st March 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements together with the notes thereon and attached thereto give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2011;
- (b) in the case of the Profit and Loss Account, of the loss of the Company for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Place : Mumbai
Date : 15/4/2011

For **M/s. Lakhani & Co.**
Chartered Accountants
Firm Regn No.105524W


(Parag Modi)
Partner
M.No.114105



Annexure to the Auditor's Report

(Referred to in paragraph 4 of our report of even date to the members of **VANSH NIMAY INFRAPROJECTS LIMITED** on the financial statements for the year ended 31st March, 2011)

(i)

- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies have been noticed on such verification
- (c) The Company has not disposed off a substantial part of the fixed assets during the year.

(ii)

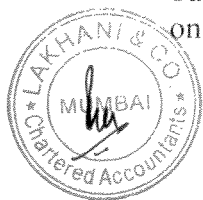
- a) As per the information furnished, the inventories have been physically verified during the year by the management. In our opinion, having regard to the nature and location of stocks, the frequency of verification is reasonable.
- b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- c) The company is maintaining proper records of inventories. In our opinion the discrepancies noticed on verification of physical stocks and the book records were not material and have been properly dealt with the books of account.

(iii)

- (a) The Companies has not granted any interest bearing unsecured loans during the year covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, sub-clauses (a), (b), (c) & (d) of Clause 4(iii) of the Order is not applicable.
- (b) The Company has not taken interest free unsecured loans from any party covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, sub-clauses (e), (f) & (g) of Clause 4(iii) of the Order is not applicable.

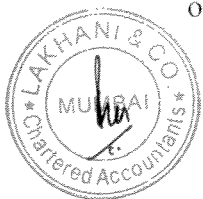
(iv)

In our opinion and according to the information and explanations given to us, the internal control systems have improved since the last year, however, efforts need to be put to make it commensurate with the size of the Company and the nature of its business with regard to purchases of spares, fixed assets and sale of services. Further, on the basis of our examination of the books and records of the Company, and



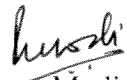
according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control systems.

- (v)
- (a) According to the information and explanations given to us, we are of the opinion that there are no contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956. Accordingly, sub-clause (b) of Clause 4(v) of the Order is not applicable.
- (vi) The Company has not accepted any deposits from public within the meaning of the provisions of Sections 58A and 58AA or any other relevant provisions of the act, and the rules framed there under.
- (vii) The Internal Audit is done by a firm of practicing Chartered Accountants.
- (viii) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 in respect of services carried by the Company.
- (ix)
- (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues including, investor education and protection fund, income tax, state value added tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues as applicable, with the appropriate authorities *except in the case of Passenger Tax and Nutrition Tax*. Based on our audit procedure and according to the information and explanations given to us, no undisputed dues payable in respect of provident fund, investor education and protection fund, employee's state insurance, income tax, state value added tax, wealth tax, customs duty, excise duty and cess were in arrears, as at 31st March, 2011 for a period of more than six months from the date they became payable, *except in case of passenger tax and nutrition tax amounting to Rs.1,90,56,762/- and Rs.1,33,14,133/- respectively*.
- (b) According to the information and explanations given to us, there are no dues in respect of income tax, wealth tax, service tax, state value added tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.
- (x) The Company has been incorporated for the period less than five years. Accordingly clause 4(x) of the Order is not applicable.
- (xi) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the Company has generally not defaulted in the repayment of dues to the Banks and financial institution. There were no amounts outstanding on account of debentures during the year.



- (xii) The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly clause 4(xii) of the Order is not applicable.
- (xiii) The Company is not a chit fund, nidhi or mutual fund or a society. Accordingly clause 4(xiii) of the Order is not applicable.
- (xiv) According to the information and explanation given to us, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly clause 4(xiv) of the Order is not applicable.
- (xv) According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions. Accordingly clause 4(xv) of the Order is not applicable.
- (xvi) To the best of our knowledge and belief and according to the information and explanations and explanations given to us, term loans availed by the Company were, prima facie, applied by the Company for the purpose for which the loans were obtained.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, in our opinion, no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- (xix) The Company has not issued any debentures. Accordingly clause 4(xix) of the Order is not applicable.
- (xx) The Company has not raised any money by public issue during the year. Accordingly clause 4(xx) of the Order is not applicable.
- (xxi) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

For M/s. Lakhani & Co.
Chartered Accountants
Firm Regn No.105524W


Parag Modi
Partner
M.No.114105



Place : Mumbai
Date : 15/4/2011

VANSH NIMAY INFRAPROJECTS LIMITED

BALANCE SHEET AS AT MARCH 31, 2011

	Schedule	As at 31st March 2011 Rupees	As at 31st March 2011 Rupees	As at 31st March 2010 Rupees	As at 31st March 2010 Rupees
SOURCES OF FUNDS					
SHARE HOLDERS' FUNDS					
Share Capital	A		100,000,000		100,000,000
Advance Towards Share Capital			54,000,000		-
LOAN FUNDS					
- Secured Loans	B	450,856,287		262,231,483	
- Unsecured Loans		83,000,000		110,000,000	
			533,856,287		372,231,483
			687,856,287		472,231,483
APPLICATION OF FUNDS					
FIXED ASSETS					
Gross Block	C	591,737,827		413,638,309	
Less: Accumulated Depreciation		171,674,869		88,629,300	
Net Block		420,062,957		325,009,009	
Add: Capital Work In progress		1,249,695		15,582,981	
			421,312,652		340,591,990
INVESTMENTS					
	D		1,000		1,000
CURRENT ASSETS, LOANS AND ADVANCES					
- Inventories of Spares & Consumables	E	2,316,547		1,674,146	
- Sundry Debtors		3,191,365		995,980	
- Cash and Bank balances		69,686,046		89,047,824	
- Loans and Advances		9,061,718		6,417,237	
		84,255,675		98,135,187	
LESS: CURRENT LIABILITIES & PROVISIONS					
- Current Liabilities	F	99,897,300		70,550,495	
- Provisions		9,719,279		3,230,964	
		109,616,579		73,781,459	
NET CURRENT ASSETS			(25,360,904)		24,353,728
PROFIT AND LOSS ACCOUNT	G		291,903,539		107,284,765
			687,856,287		472,231,483

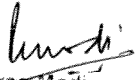
Notes forming part of Accounts

M

Schedule A to M annexed hereto form part of Financial Statements


As per our report of even date

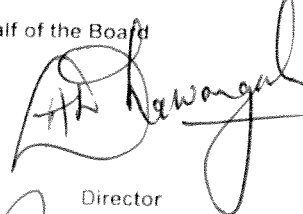
For Lakhani & Co
Chartered Accountants
Firm Regn No 105524W


Parag Modi
Partner
Membership Number 114195
Place: Mumbai
Date: 15/4/2010



For and on behalf of the Board


Director


Director


Manager

VANSH NIMAY INFRAPROJECTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2011

	Schedule	For the year ended 31st March, 2011 Rupees	For the year ended 31st March, 2010 Rupees
INCOME:			
Collections from Tickets & Passes	H	405,140,761	278,410,206
Other Income	I	8,217,429	5,049,771
		413,358,190	283,459,977
EXPENSES:			
Direct & Operating Expenses	J	413,421,665	222,086,859
Interest & Finance Charges	K	69,818,900	46,625,980
Administrative & General Expenses	L	31,630,969	18,451,712
Depreciation (Refer Note No.25 of Schedule M)		83,105,429	32,412,833
		597,976,963	319,577,384
Profit / (Loss) before tax		(184,618,773)	(36,117,407)
Provision for Tax		-	-
Net Profit / (Loss) after Tax		(184,618,773)	(36,117,407)
Less: Prior Period Item		-	-
Balance of Profit / (Loss) brought forward		(107,284,765)	(71,167,358)
Balance carried to Balance Sheet		(291,903,539)	(107,284,765)

Earning Per Share

Basic	(18.46)	(3.61)
Diluted	(18.46)	(3.61)

Notes forming part of Accounts M

Schedule A to M annexed hereto form part of
Financial Statements

As per our report of even date

For Lakhani & Co
Chartered Accountants
Firm Regn No.105524W

Parag Modi

Parag Modi
Partner

Membership Number: 114105

Place: Mumbai

Date: 15/4/2010



For and on behalf of the Board

Manoj

Director

Ad Sawangel

Director

Manager

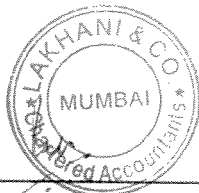
Manager

Cash Flow Statement for the Year ended March 31, 2011		March 31st, 2011 Rupees	March 31st, 2010 Rupees
Cash Flow From Operating Activities			
Net Profit / (Loss) Before Tax		(184,618,773)	(36,117,407)
Depreciation		83,045,569	32,093,850
Interest Expenses		69,818,900	46,625,980
Interest Income		(3,604,388)	(1,453,637)
Provision for doubtful debts		-	215,000
Provision for gratuity and Leave encashment		4,322,492	2,790,932
Operating Profit Before Working Capital Changes		(31,036,200)	44,154,718
Movement in Working Capital			
(Increase) / Decrease in Current Assets, Loans & Advances		(5,127,247)	(1,428,697)
Increase / (Decrease) in Current Liabilities and Provisions		47,259,239	22,872,585
Net change in working capital		42,131,992	21,443,888
Income Tax Paid		(355,019)	(236,179)
Net Cash generated from Operating Activities	[A]	10,740,773	65,362,427
Cash Flow from Investing Activities			
Purchase of Fixed Asset		(178,590,007)	(179,178,115)
(Increase) / Decrease in Capital WIP		14,333,286	49,642,049
(Increase) / Decrease in Investments		-	439,000
Interest Income		3,604,388	1,453,637
Net Cash used in Investing Activities	[B]	(160,652,333)	(127,643,429)
Cash Flow from Financing Activities			
Increase in Equity Share Capital		54,000,000	-
Increase / (Decrease) in Unsecured Loan		(27,000,000)	(30,859,013)
Increase / (Decrease) in Secured Loan		188,624,804	202,010,785
Interest Expenses		(85,075,022)	(27,815,981)
Net Cash generated from Financing Activities	[C]	130,549,782	143,335,791
Net Increase/ (Decrease) in Cash and Cash Equivalents	[A+B+C]	(19,361,778)	81,054,789
Cash and Cash Equivalents at the beginning of the period		89,047,824	7,993,034
Cash and Cash Equivalents at the end of the period		69,686,046	89,047,824

As per our report of even date

For Lakhani & Co
Chartered Accountants
Firm Regn No 105524W

Parag Modi
Parag Modi
Partner
Membership Number 114105
Place: Mumbai
Date: 15/4/2010



For and on behalf of the Board

Mani
Director

AH Nawangal
Director

Mani
Manager

VANSH RIMAY INFRAPROJECTS LTD

Schedule forming part of Balance Sheet

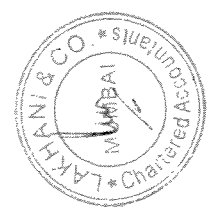
Schedule C - FIXED ASSETS

Description of Assets	Closing as at 31st March 2011	Additions	Gross Block (at cost) less Depreciation Adjustments	Closing as at 31st March 2011	Depreciation / Amortisation Deductions For the period		Accumulated upto 31st March 2011	As at 31st March 2011	Net Block As at 31st March 2011
					upto 1st April 2010	upto 31st March 2011			
Land	1,561,746	327,190	1,888,936	1,561,746	434,833	206,875	194,754	511,162	766,946
Buildings	11,500,397	11,300,000	22,800,397	11,500,397	-	45,362	45,362	11,545,945	-
Plant and machinery	1,353,119	551,109	1,904,228	1,353,119	221,719	744,930	408,780	945,327	526,032
Leasehold rights	3,075,425	1,123,519	4,198,944	3,075,425	258,758	535,212	795,016	2,263,369	564,621
Investment properties	462,250,372	8,117	462,258,489	462,250,372	65,075,257	95,204,755	100,231,053	251,369,319	317,564,723
Intangible Assets	5,112,324	420,835	5,533,159	5,112,324	204,637	727,119	261,656	2,150,558	2,455,824
Goodwill	5,678,750	448,100	6,126,850	5,678,750	2,301,505	1,219,113	3,379,615	2,359,135	2,330,994
Other Intangible Assets	626,315	63,258	689,573	626,315	103,475	72,827	176,502	450,610	459,555
Right of use in respect of land	147,755,019	12,305,115	160,060,134	147,755,019	-	12,346,124	12,346,124	135,355,894	-
Leasehold rights	12,582,495	12,305,435	24,887,930	12,582,495	-	2,256,347	2,256,347	10,305,148	-
Computer hardware	1,834,560	1,834,560	3,669,120	1,834,560	-	130,985	130,986	1,703,574	-
Computer Software	34,325	34,325	68,650	34,325	-	6,865	6,865	27,456	-
Total	413,638,309	178,159,378	591,797,687	591,737,827	88,629,300	83,105,429	171,674,869	420,062,957	325,009,009
Previous year	2,41,139,543	1,80,922,177	4,22,061,720	413,638,309	56,535,450	60,952,434	56,529,300	325,009,009	177,624,496
Capital Work In Progress	1,249,695	-	1,249,695	1,249,695	-	-	-	1,249,695	-
Previous year	15,532,991	-	15,532,991	15,562,981	-	-	-	15,562,981	-

[Handwritten Signature]

[Handwritten Signature]

7



VANSH NIMAY INFRAPROJECTS LTD.

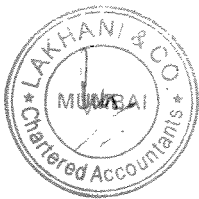
Schedule forming part of Balance Sheet

SCHEDULE A : SHARE CAPITAL

	As at 31st March, 2011 Rupees	As at 31st March, 2010 Rupees
Authorised :		
2,50,00,000 Equity Shares (PY 1,00,00,000) of Rs. 10/- each	250,000,000	100,000,000
	250,000,000	100,000,000
Issued, Subscribed and Paid - up :		
1,00,00,000 Equity Shares (PY 1,00,00,000) of Rs. 10/- each fully paid up	100,000,000	100,000,000
Total	100,000,000	100,000,000

SCHEDULE B : LOAN FUNDS

	As at 31st March, 2011 Rupees	As at 31st March, 2010 Rupees
SECURED LOANS		
- Term Loan from Banks (Secured by Hypothecation of all movable properties and assets including Buses, movable plant and machinery, spares, tools and accessories both present and future of the company and pledge of shares held by promoters in the company)	393,867,301	199,921,700
- Term Loan from Body Corporates (Secured by Hypothecation of all movable properties and assets including Buses, movable plant and machinery, spares, tools and accessories both present and future of the company and pledge of shares held by promoters in the company)	56,988,986	62,309,783
Total	450,856,287	262,231,483
UNSECURED LOANS		
- H & S Transportation Networks Ltd (Repayable within one year)	43,000,000	110,000,000
Total	43,000,000	110,000,000



[Handwritten signature]

M

[Handwritten signature]

VANSH NIMAY INFRAPROJECTS LTD.

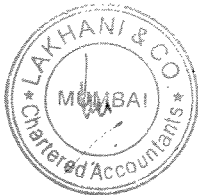
Schedule forming part of Balance Sheet

SCHEDULE D : INVESTMENTS

	As at 31st March, 2011 Rupees	As at 31st March, 2010 Rupees
INVESTMENTS - LONG TERM - UNQUOTED		
- Investment in NSC (Marked lien in favour of and in possession of Ordnance Factory, Nagpur)	1,000	1,000
Total	1,000	1,000

SCHEDULE E : CURRENT ASSETS AND LOANS AND ADVANCES

		As at 31st March, 2011 Rupees	As at 31st March, 2010 Rupees
(A) Current Assets :			
(a) Inventories of Spares and Consumables (As verified, valued and certified by the management) (Refer Note No 21 of Schedule M)		2,316,547	1,674,146
(b) Sundry Debtors (Unsecured Considered Good) - Exceeding Six Months - Others		2,620,360 571,005	995,980
(c) Cash and Bank Balance - Cash in hand - Balances with Scheduled Bank : - In Current Accounts - Fixed Deposit (Refer Note No 19 of Schedule M) - Balances with Other Bank - In Current Accounts - Fixed Deposit	1,690,927 15,721,704 52,259,795 13,620		861,308 32,470,886 55,715,630
Sub-Total (A)		59,686,046	89,047,824
(B) Loans and Advances : (Unsecured, Considered Good)			
(a) Deposits		531,825	191,650
(b) Tax deducted at Source & VAT		630,795	259,596
(c) Fringe Benefit Tax (Net of Provision)			16,180
(d) Advances Receivable in Cash or Kind		7,399,097	5,749,811
Sub-Total (B)		9,061,718	6,417,237
Total (A) + (B)		84,255,675	98,135,187



[Handwritten signature]

M

[Handwritten signature]

VANSH NIMAY INFRAPROJECTS LTD.

Schedule forming part of Balance Sheet

SCHEDULE F : CURRENT LIABILITIES AND PROVISIONS

	As at 31st March, 2011 Rupees	As at 31st March, 2010 Rupees
(A) Current Liabilities :		
(a) Sundry Creditors		
For Goods	4,879,545	5,370,034
For Expenses	24,599,363	7,894,953
(b) Advance Income from Advertisement & Pass Collection	4,038,109	2,099,511
(c) Interest accrued on Loan	3,553,877	18,809,999
(d) Other Liabilities	52,726,407	36,375,998
Sub-Total (A)	99,897,300	70,550,495
(B) Provisions:		
(a) Provision for Gratuity & Leave Encashment	9,719,279	3,230,964
(b) Provision for FBT		
Sub-Total (B)	9,719,279	3,230,964
Total (A) + (B)	109,616,579	73,781,459

SCHEDULE G : PROFIT AND LOSS ACCOUNT

	As at 31st March, 2011 Rupees	As at 31st March, 2010 Rupees
Opening Balance	107,284,765	71,167,358
Less: Loss during the year	184,618,773	36,117,407
Closing Balance	291,903,539	107,284,765



(Handwritten signatures and initials)

VANSH NIMAY INFRAPROJECTS LTD.

Schedule forming part of Profit and Loss account

SCHEDULE H : INCOME

	For the year ended 31st March, 2011	For the year ended 31st March, 2010
	Rupees	Rupees
City Bus Collection (ETS)	348,924,603	235,198,442
City Bus Pass Collection	52,300,664	42,903,847
Penalty Charges	316,904	307,917
Sale of Pass Form & RFID Cards	3,598,590	-
Total	405,140,761	278,410,206

SCHEDULE I : OTHER INCOME

	For the year ended 31st March, 2011	For the year ended 31st March, 2010
	Rupees	Rupees
Other income	445,590	489,315
Interest on FDR (Tax Deducted at source current year Rs 3,65,395, previous year Rs 1,27,806)	3,604,388	1,405,751
Income from Advertisement on Buses	3,714,315	2,270,826
Insurance Claim	453,136	835,993
Interest on Loan	-	47,886
Total	8,217,429	5,049,771



[Handwritten signature]

[Handwritten mark]

[Handwritten signature]

VANSH NIMAY INFRAPROJECTS LTD.

Schedule forming part of Profit and Loss account

SCHEDULE J : DIRECT AND OPERATING EXPENSES

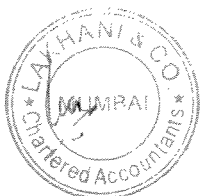
	For the year ended 31st March, 2011 Rupees	For the year ended 31st March, 2010 Rupees
Employee Cost (Drivers and Conductors)	118,145,680	50,343,881
Repair & Maintenance (Refer Note No 22 of Schedule M)	8,623,488	9,135,160
Oil & Lubricants	1,119,221	-
Spares, Tools and Consumables Less Closing Stock (Refer Note No 21 of Schedule M)	10,126,410	7,937,757
Rates & Taxes	26,403,513	15,145,682
Royalty to Municipal Authority	9,041,520	8,277,680
Ticketing Expenses	1,048,110	1,743,340
Diesel & Fuel Expenses	196,572,381	128,332,586
Other Operating Expenses	1,116,450	735,729
Service Van & Vehicle Expenses	340,115	435,044
Depot Rent	388,933	-
Depot Expenses Written off	6,621,909	-
Route Monitoring Expenses	31,342,449	-
RFID Card Expenses		
Card Expenses	1,899,024	-
Printing Expenses	833,253	-
Less Closing Stock of RFID Card & Consumables (Refer Note No 21 of Schedule M)	(200,491)	-
TOTAL	413,421,665	222,086,859

SCHEDULE K : INTEREST AND FINANCE CHARGES

	For the year ended 31st March, 2011 Rupees	For the year ended 31st March, 2010 Rupees
Interest on Secured Loan	47,647,714	22,404,174
Interest on Unsecured Loan	14,064,562	21,689,128
Interest on Vehicle Loan	-	29,656
Security Trustee and Asset Management Fees & Other Finance Charges	8,106,624	2,503,022
TOTAL	69,818,900	46,625,980

SCHEDULE L : ADMINISTRATIVE AND GENERAL EXPENSES

	For the year ended 31st March, 2011 Rupees	For the year ended 31st March, 2010 Rupees
Employee Cost (Admin and other staff)	7,607,588	3,348,949
Travelling Expenses	1,132,194	1,884,845
Local conveyance	198,122	149,397
Legal & Professional Fees	1,896,633	1,579,309
Advertising Expenses	46,480	576,343
Business Promotional Expenses	118,820	97,286
Insurance Expenses	9,457,732	1,522,801
Computer consumables	412,137	134,621
Expenses for Increase in Authorised Capital	1,050,000	-
Directors Remuneration (Refer Note No 20 of Schedule M)	1,000,000	1,450,000
Electricity Expenses	723,351	311,832
Office & Administrative Expenses	228,187	284,574
Miscellaneous Expenses	5,972,311	2,465,872
Rent	1,525,167	1,367,015
Guest House Rent and other Expenses	437,531	372,946
Office Repair & Maintenance Expenses	298,664	426,977
Printing & Stationary	552,885	657,921
Professional Tax	75,450	2,500
Telephone & Mobile Expenses	818,717	418,530
TOTAL	31,630,969	18,451,712



Handwritten signatures and initials: AAD, M, and a signature.

VANSHI NIMAY INFRAPROJECTS LTD.

SCHEDULE – M: Notes Forming Part of Accounts for the Year ended As on 31st March, 2011

1. Nature of Operations

The Company has been set up with the main object of running, operating and maintaining public transport service within the limits of Nagpur Municipal Corporation (NMC). The Company has entered into an Agreement with the Nagpur Municipal Corporation on 9th February, 2007 under the terms of which, the Company has been granted a Concession to operate and maintain the project / project facilities for a period of 10 years commencing on March, 2007 and ending on February, 2017. The revenue is generated by collecting fare at a specified rate as mentioned in the agreement. The Agreement Period can be extended for a period of additional 5 years if the services provided by VNIL are satisfactory. However VNIL entered into a Supplementary Agreement dated 3rd March, 2010 towards the Right of operating additional 300 city buses and public transport under Jawaharlal Nehru National Urban Renewal Mission (JNNURM). Such supplementary Agreement specifies the validity period of the total project till 10 years from the completion of deployment of such 300 buses. VNIL has to contribute 30% of the cost of JNNURM buses which is treated as right to use the busses.

2. Significant Accounting Policies

(2.1) BASIS OF ACCOUNTING:

The Financial Statements have been prepared under the historical cost convention and in accordance with the generally accepted accounting principles in India, the provisions of the Companies Act, 1956, and the applicable Accounting Standards. All income and expenditure having material bearing on the financial statements are recognised on accrual basis and comply with the Accounting Standards prescribed as referred to in Section 211(3C) of the Companies Act, 1956.

(2.2) REVENUE RECOGNITION:

Revenue is accounted for on accrual basis. Revenue is recognized when no significant uncertainty on measurability and collectability exists.

In case of excess amount collected by the conductors, amount of excess collection remaining unsettled for a period exceeding three months is recognized as revenue.

(2.3) FIXED ASSETS AND DEPRECIATION/AMORTISATION

(a) Tangible fixed assets and depreciation

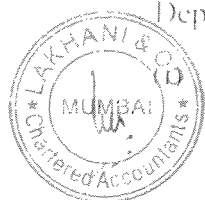
Tangible fixed assets acquired by the Company are reported at acquisition value, with deductions for accumulated depreciation and impairment losses, if any.

The acquisition value includes the purchase price (excluding refundable taxes) and expenses directly attributable to the asset to bring the asset to the site and in working condition for its intended use such as delivery and handling costs, installation, legal services and consultancy services.

Where the construction or development of any asset requiring a substantial period of time to set up for its intended use, is funded by borrowings, the corresponding borrowing costs are capitalised up to the date when the asset is ready for its intended use.

Depreciation on tangible fixed assets is computed as under:

In respect of premises, depreciation is computed on the Straight Line Method at the rates provided under Schedule XIV of the Companies Act, 1956.



VANSH NIMAY INFRAPROJECTS LTD.

SCHEDULE – M: Notes Forming Part of Accounts for the Year ended As on 31st March, 2011

- (ii) Depreciation on Buses is provided under the straight-line method in the manner and as per the rates prescribed in Schedule XIV to the Companies Act, 1956.
- (iii) The Company has adopted the Straight Line Method of depreciation so as to depreciate 100% of the cost of the following type of assets at rates higher than those prescribed under Schedule XIV to the Companies Act, 1956, based on the Management's estimate of useful life of such assets:

Asset Type	Useful Life
Computers & Computer Software	4 Years
Specialised Office Equipment	3 Years
Assets Provided to Employees	3 Years
Licensed Software	Over the license period

Depreciation on fixed assets, other than on assets specified in Note (2.3) (i),(ii) & (iii) above, is provided for on the Written Down Value Method at the rates provided under Schedule XIV of the Companies Act, 1956. Depreciation is computed pro-rata from the date of acquisition of and upto the date of disposal.

- (iv) Leasehold improvement costs are capitalised and amortised on a straight-line basis over the period of lease agreement unless the corresponding rates under Schedule XIV are higher, in which case, such higher rates are used.

All categories of assets costing less than Rs. 5,000 each, mobile phones and items of soft furnishing are fully depreciated in the year of purchase.

(b) Intangible fixed assets and amortisation

Intangible fixed assets acquired by the Company are reported at acquisition value of the Right to Operate the Buses, with deductions for accumulated depreciation and impairment losses, if any.

Depreciation on Intangible fixed assets is computed to amortise the asset over a period of Six years being the estimated useful life of the asset.

Intangible Assets other than Service Concession Arrangement are reported at acquisition value with deductions for accumulated amortization and impairment losses, if any. Amortization policy for various intangible assets is given below:

Software	4 years or the useful life of the software, whichever is shorter
Leasehold rights	Over the period of the economic life

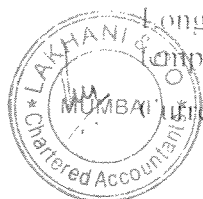
(2.4) INVESTMENTS

Investments are capitalised at actual cost including costs incidental to acquisition.

Investments are classified as long term or current at the time of making such investments.

Long-term investments are individually valued at cost, less provision for diminution, other than temporary.

Current investments are valued at the lower of cost and market value.



Handwritten signature/initials.

Handwritten signature/initials.

VANSH NIMAY INFRAPROJECTS LTD.

SCHEDULE – M: Notes Forming Part of Accounts for the Year ended As on 31st March, 2011

(2.5) FINANCIAL INCOME AND BORROWING COST

Financial income and borrowing cost include interest income on bank deposits and interest expense on loans.

Interest income is accrued evenly over the period of the corresponding instrument.

Borrowing costs are recognised in the period to which they relate, regardless of how the funds have been utilised, except where it relates to financing of construction of development of assets requiring a substantial period of time to prepare for their intended future use. Interest is capitalised up to the date when the asset is ready for its intended use. The amount of interest capitalised (gross of tax) for the period is determined by applying the interest rate applicable to appropriate borrowings outstanding during the period to the average amount of accumulated expenditure for the assets during the period.

(2.6) CASH AND CASH EQUIVALENTS

Cash and bank balances, include current investments with a maturity of less than 3 months and have limited risk of change in value.

(2.7) CASH FLOW STATEMENTS

The Cash-Flow Statement is prepared in accordance with the “Indirect Method” as explained in the Accounting Standard (AS) 3 on Cash Flow Statements.

(2.8) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

A provision is recognised when the Company has a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on best estimates required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised but are disclosed in the notes to the financial statement. A contingent asset is neither recognised nor disclosed.

(2.9) EARNINGS PER SHARE:

Basic Earnings per share is calculated by dividing the net profit after tax for the period attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period.

Diluted earnings per share is calculated by dividing the net profit after tax for the period attributable to equity shareholder of the Company by the weighted Average number of shares outstanding during the period adjusted for the effects of all dilutive potential equity shares.

(2.10) PRELIMINARY EXPENSES:

Preliminary expenses are written off fully in the period during which the commercial operations of the project is commenced.



ADD

m

B

VANSH NIMAY INFRAPROJECTS LTD.

SCHEDULE – M: Notes Forming Part of Accounts for the Year ended As on 31st March, 2011

(2.11) ACCOUNTING FOR TAXES ON INCOME:

Current tax is determined on the basis of the amount of tax payable in respect of taxable income for the period.

Deferred tax is calculated at current statutory income tax rate and is recognised, subject to the consideration of prudence, on timing differences, being differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets are recognised on unabsorbed depreciation and carry forward of losses only to the extent that there are timing differences, the reversal of which will result in sufficient income or there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. The carrying amount of deferred tax assets is reviewed at each Balance Sheet date.

(2.12) IMPAIRMENT OF ASSETS:

The carrying values of assets of the Company's cash-generating units are reviewed for impairment annually or more often if there is an indication of decline in value. If any indication of such impairment exists, the recoverable amounts of those assets are estimated and impairment loss is recognised, if the carrying amount of those assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the estimated future cash flows to their present value based on appropriate discount factor.

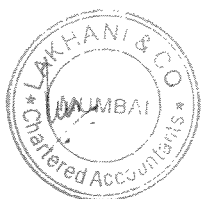
(2.13) EMPLOYEE BENEFITS:

Employee benefits are recognized as an expense at the discounted amount expected to be paid over the period of services rendered by the employees to the Company.

Expenses for defined-benefit gratuity plans are calculated as at the balance sheet date by independent actuary in a manner that distributes expenses over the employee's working life. These commitments are valued at the present value of expected future payments, with consideration for calculated future salary increases, using a discount rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on government bonds with a remaining term that is almost equivalent to the average balance working period of employees.

Other Employee Benefits

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the period end are reported as expenses in the period in which the employees perform the services that the benefit covers at the undiscounted amount of the benefits after deducting amounts already paid. Where there are restrictions on availment or encashment of such accrued benefit or where the availment or encashment is otherwise not expected to wholly occur in the next twelve months, the liability on account of the benefit is actuarially determined using the projected unit credit method



Handwritten signature

Handwritten mark

Handwritten mark

VANSH NIMAY INFRAPROJECTS LTD.

SCHEDULE – M: Notes Forming Part of Accounts for the Year ended As on 31st March, 2011

3. Of the issued, subscribed and paid up capital of 10,000,000 equity shares, 9,000,000 equity shares are held by IL&FS Transportation Networks Limited. (ITNL) and balance 1,000,000 are held by Vansh Infotech Private Limited. ITNL is subsidiary of Infrastructure Leasing and Financial Services Limited. (IL&FS).

4. Related Party Disclosures

Disclosures as required by the Accounting Standard on “Related Party Disclosures” (AS-18) notified under the Companies (Accounting Standards) Rules, 2006, are made below:

(A) Name of the related parties and description of relationship:

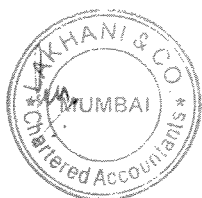
Ultimate Holding Company:	Infrastructure Leasing & Financial Services Limited. (IL&FS)
Holding Company:	IL & FS Transportation Networks Limited. (ITNL)
Fellow Subsidiaries:	IL&FS Urban Infrastructure Managers Limited.(IUIML)
	IL&FS Trust Company Limited.(ITCL)
	IL&FS Financial Services Limited (IFIN)
Key Management Personnel (KMP):	Narayanan Doraiswamy

Note: The Company has no control over fellow subsidiaries; hence only fellow subsidiaries with which company has transactions are disclosed.

B) Transactions:

(Rs.)

Nature of Transaction	Key Management Personal and Relatives	IL&FS	ITNL	IUIML	ITCL	IFIN
Syndication fees						17,87,963
Asset Management Fees and Traveling & Other Expenses			33,57,478 22,86,316	35,33,435 20,36,735		
Security Trustee Fees					6,06,650 4,41,200	
Loan Taken		2,70,00,000				
Loan Repaid		11,95,384 20,27,692	2,70,00,000 2,33,00,000			
Interest on Loan		27,73,393 2,26,126	1,40,64,562 2,15,79,210			
Advance against Equity			5,30,00,000			



Handwritten signature/initials

Handwritten mark

Handwritten signature/initials

VANSH NIMAY INFRAPROJECTS LTD.

SCHEDULE – M: Notes Forming Part of Accounts for the Year ended As on 31st March, 2011

(C) Balances outstanding:

(Rs.)

Particulars	Key Management Personal and Relatives	II.&FS	ITNL	IJIML	ITCL
Interest on loan		-	35,53,877 <i>1,88,09,999</i>	-	-
Loan		2,0,976,924 <i>2,51,72,308</i>	8,30,00,000 <i>11,00,00,000</i>	-	-
Asset Management Fees / Security Trustee Fees				(68,170) <i>(24,578)</i>	(3,654)
Creditors			15,96,390 <i>4,74,826</i>		
Advance towards Share Capital			53,000,000		

*Amount shown in brackets are debit balances

Note : Previous year figures are shown in *italics*

5. Loans given to companies in which Directors are having substantial interest:

(Rs.)

Particulars	Vansh Infotech Pvt Ltd	Dhawangale Infotech Pvt Ltd
Maximum amount outstanding during the period	- <i>1,82,951</i>	- <i>1,19,208</i>
Closing outstanding	-	-

Note : Previous period figures are shown in *italics*

6. In the opinion of the Management and to the best of their knowledge and belief, the value on realizations of loans, advances and other assets in the ordinary course of business will not be less than the amount at which they are stated in the balance sheet and provision for all known liabilities has been made.
7. Term loans of the company are secured by way of hypothecation of all movable properties and assets including Buses, movable plant and machinery, spares, tools and accessories both present and future of the company and pledge of shares held by promoters in the company.
8. The company is operating 230 buses comprising of 150 large buses and 80 small buses. And in addition to 230 buses company had also acquired 240 large buses vide the Right to Operate the Buses during the year from 1st April 2010 to 31st March 2011 and has treated such right as Intangible Asset .
9. As the company is engaged in providing services, quantitative details and information required under paragraphs, 3, 4C and 4D of part II of Schedule VI of the companies Act 1956 have not been furnished.



AKD

M

[Signature]

VANSH NIMAY INFRAPROJECTS LTD.

SCHEDULE – M: Notes Forming Part of Accounts for the Year ended As on 31st March, 2011

10. Auditors' Remuneration

Particulars	Rs.	Rs.
	For the year ended 31 st March, 2011	For the year ended 31 st March, 2010
Audit Fees	2,50,000	2,50,000
Tax Audit Fees	75,000	60,000
For Other Services	3,30,850	2,89,250
Service Tax on the above	67,554	61,773

11. Earnings Per Share (EPS)

	For the year ended 31 st March, 2011	For the year ended 31 st March, 2010
Profit/(Loss) for the Period after tax	(18,46,18,773)	(3,61,17,407)
Add/(Loss): Prior Period Items	-	-
Profit available after Prior Period Items	(18,46,18,773)	(3,61,17,407)
Weighted average no of Equity Shares in calculating EPS	1,00,00,000	1,00,00,000
Basic and Diluted Earnings	(18.46)	(3.61)

- 12.** In terms of the Revised Accounting Standard 15 on Employee Benefits (AS-15) as notified by the Companies Accounting Standard Rules, 2006, the following disclosures have been made as required by the Standard:

The Company has provided for the amount of gratuity liability as required under the Act, in the absence of specific funding plans and the details of actuarial provision are as below:

(i). Reconciliation of Defined Benefit Obligation

Particulars	For the year ended 31 st March, 2011	For the year ended 31 st March, 2010
Opening Defined Benefit Obligation	15,03,314	268,748
Current Service Cost	13,63,120	3,23,547
Interest Cost	1,16,507	20,156
Actuarial Losses	19,61,464	8,90,863
Benefits paid	-	-
Closing Defined Benefit Obligation	49,44,405	15,03,314



AKS

m

B

VANSHI NIMAY INFRAPROJECTS LTD.
SCHEDULE – M: Notes Forming Part of Accounts for the Year ended As on 31st March, 2011

(ii). Reconciliation of Fair value of Plan Assets

Particulars	For the year ended 31 st March, 2011	For the year ended 31 st March, 2010
Opening Fair value of Plan Assets	-	-
Expected return on Plan Assets	-	-
Contributions	-	-
Benefits paid	-	-
Actuarial gain	-	-
Closing Fair value of Plan Assets	-	-

(iii). Amount to be Recognized in Balance Sheet

Particulars	For the year ended 31 st March, 2011	For the year ended 31 st March, 2010
Liability at the end of the period / year	49,44,405	15,03,314
Fair Value of Plan Assets at the end of the Period	-	-
Difference	49,44,405	15,03,314
Amount Recognized in the Balance Sheet	49,44,405	15,03,314

(iv). Expenses Recognised in the Profit and Loss Account

Particulars	For the year ended 31 st March, 2011	For the year ended 31 st March, 2010
Current Service Cost	13,63,120	3,23,547
Interest Cost	1,16,507	20,156
Expected return on Plan Assets	-	-
Actuarial Losses (net)	19,61,464	8,90,863
Net gratuity expenses included in 'Payments to and provisions for employees'	34,41,091	12,34,566

(v). Summary of Actuarial Assumptions

Particulars	For the year ended 31 st March, 2011	For the year ended 31 st March, 2010
Discount Rate	8.25 %	7.75 %
Expected rate of return on Assets	8.25 %	7.75 %
Salary Escalation Rate	6.00 %	4.50 %
Mortality	LIC (1994-96) ULTIMATE	LIC (1994-96) ULTIMATE



AKS

M

1/2

VANSHI NIMAY INFRAPROJECTS LTD.
SCHEDULE – M: Notes Forming Part of Accounts for the Year ended As on 31st March, 2011

(vi). Actual Return on Plan Assets

Particulars	For the year ended 31 st March, 2011	For the year ended 31 st March, 2010
Expected Return on Plan Assets	-	-
Actuarial gain/(loss) on Plan Assets	-	-
Actual return on Plan Assets	-	-

The Company has made provision of Rs.15,03,314/- in its book of accounts as its aggregate liability towards Gratuity for its employees as on the Balance Sheet date, based on Actuarial Valuation for the same in accordance with the Accounting Standard (AS) – 15 on Retirement Benefits to Employees.

13. Contingent Liabilities

Royalty: Company was required to deploy 200 buses from the date of agreement, however the time limit to deploy the buses were extended upto 31st August, 2007. Since Company could deploy only 45 buses till 31st August, 2007, sought for further extension of time limit, which was granted till 28th February, 2008. Royalty though was stipulated to be paid on 200 buses. Company continued to pay on deployment basis.

Final extension for deployment of 200 buses was provided by the Standing Committee (governing body of NMC) for a period upto 31st March, 2009. The communication received in this regard from the Standing Committee (governing body of NMC) does not insist on payment of royalty based on deployment originally stipulated.

In view of this and a specific mention in clause 14.4 of the Concession agreement, the company continues to pay royalty on the basis of buses plied on road instead of 200 buses.

The Company has paid royalty on the basis of buses plied on road in the current period and as of March 31, 2010, has paid on all 230 buses.

There has been no addition in the amount of Contingent liability and is similar to that as on 31st March 2010.

Particulars	Rs.	
	As at 31 st March, 2011	As at 31 st March, 2010
Royalty to NMC	1,07,43,750	1,07,43,750

14. Capital Commitments

Estimated amount of contracts remaining to be executed on capital amount and not provided for (net of capital advances): Rs.3,28,42,000.- (P.Y.Rs.NIL).

15. National Saving Certificate of Rs.1,000/- disclosed under Investment is lying under the custody of Ordinance Factory for operating pass issue centre within the premises of ordinance factory



AKS

VANSH NIMAY INFRAPROJECTS LTD.
SCHEDULE – M: Notes Forming Part of Accounts for the Year ended As on 31st March, 2011

16. Sundry Debtors and Sundry Creditors are subject to balance confirmation, if any.
17. (a) The Company has not received any intimation from "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure, if any, relating to amounts unpaid as at the period end together with interest paid/payable as required under the said Act have not been given.
- (b) The Company has no information as to whether any of its suppliers constitute Small Scale Industrial Undertaking and therefore the amount due to such suppliers has not been identified.
18. The Company is engaged in service business and is a Special Purpose Vehicle (SPV) formed for the specific purpose detailed in note no.1 above and thus operates in a single business segment. Also it operates in a single geographic segment. In the absence of separate reportable business or geographic segments the disclosures required under the Accounting Standard on "Segment Reporting" (AS-17 notified under the Companies (Accounting Standards) Rules, 2006, have not been made.
19. Out of the total Fixed deposit (FD) of Rs.5,22,59,795/- as at 31st March, 2011 (P.Y. Rs.5,57,15,630/-) FD amounting to Rs. NIL (P.Y. Rs.1,15,00,000) with IDBI Bank and Rs.NIL (P.Y. Rs.24,93,979/-) with Saraswat Bank are marked lien, in favour of and in possession of Nagpur Municipal Corporation (NMC).

20. Directors remuneration

Particulars	For the year ended 31 st March, 2011	For the year ended 31 st March, 2010
Remuneration	12,00,000	14,50,000

- The above remuneration is as per approval granted by Central Government.

21. The Spares, Tools and Consumables including RFID Card purchased during the period are charged off to Profit and Loss account, excepting to the extent of physical stock in hand as at 31st March, 2011 as verified and certified by the management. Details of stock are as under:

	Opening Stock		Receipts		Issued		Closing Stock	
	Quantity	Value in Rs.	Quantity	Value in Rs.	Quantity	Value in Rs.	Quantity	Value in Rs.
RFID Card			66,080	1,989,669	60,799	1,830,658	5,281	159,011
RFID Consumables			-	595,780	-	554,300	-	41,480
Clutch	185	186,525	870	441,521	699	112,749	356	215,297
Gear	296	228,288	32	6,605	114	21,720	214	213,173
Glasses	12	196,164	665	1,059,315	184	783,028	223	172,152
Other Stores & Spares		1,063,169		5,645,197		5,493,533		1,215,134
Total								2,316,547

22. Repairs and Maintenance includes the amount of insurable expenses being covered by Insurance claim, which is received and shown separately under other income.



AKD

M

D

VANSH NIMAY INFRAPROJECTS LTD.

SCHEDULE – M: Notes Forming Part of Accounts for the Year ended As on 31st March, 2011

23. The Company has incurred net losses of Rs.18,46,18,773/- during the year from 1st April 2010 to 31st March 2011 and has negative net worth of Rs.13,79,03,539/- as at 31st March, 2011 after considering advance towards share capital. The Company's management believes that the Company will be able to operate as a going concern in the foreseeable future and meet all its obligations as they fall due for payment, based on the projected business plan envisaged and financial support from the promoters.
24. The Company has provided for passenger tax charged at 3.5% of the ticket revenue and nutrition tax at 15 paise per passenger, which is as per the Bombay Motor Vehicles (Taxation of Passengers) Act, 1958. Further company has not accounted for the interest and penalty if any levied over and above the provision of passenger tax and nutrition tax as in the opinion of the management the subsidy receivable, as stated herein below, will be eligible for set off against the liability.

As a matter of prudence, the Company has not accrued the subsidy receivable from the Government towards passes issued to Students, Senior Citizens and Freedom Fighters as per clause 8.13 of the Concession Agreement.

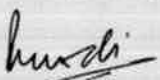
25. During the previous year ended 31.03.2010 the Company had changed its Depreciation Policy for buses from Written Down Value method to Straight Line Method basis as prescribed in Companies Act 1956.

Consequent to this change, there was lower charge of Rs.2,85,39,601/- for depreciation in the Profit & Loss account during the previous year ended on 31.03.2010, which relates to the earlier previous periods ended on 31.03.2009. Had there been no change in the policy on depreciation, the depreciation charge for the year ended 31.03.2010 would have been higher by Rs.6,34,01,770/- excluding the charge related to the earlier previous periods. Consequently, the net block of Fixed Assets as on 31.03.2010 was higher by Rs.9,19,41,371/-. Accumulated loss as on 31.03.2010 was higher by the equal amount and Net Loss for the year ended 31.03.2010 of Rs.3,61,17,407/- would have been of Rs. 12,80,58,778/-.

26. The company has got in its possession four places as Depot being allotted by Nagpur Municipal Corporation (NMC) during the year on the basis of rent for the purpose of utilizing the same as Depot and Parking & maintenance of their buses and in absence of any specific period or validity of rent of such depot, all the expenses being incurred over the said land and places including erection of temporary structures and ground leveling have been expensed out during the year and not capitalized.
27. Figures for the previous period have been regrouped / rearranged to confirm to the classification of the Current period.

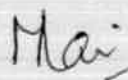
As per our Report of even date

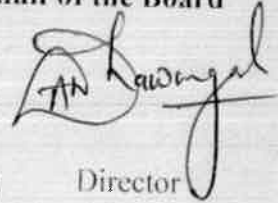
For Lakhani & Co.
Chartered Accountants
Firm Regn No.105524W



Parag Modi
Partner
Membership Number: 114105



For And on Behalf of the Board


Mani
Director


Anil Sawangul
Director


Manager

Place: Mumbai
Date : 15/4/2010