



**BL KASHYAP**  
WE BUILD YOUR WORLD

**A STAMP OF QUALITY**

**A SYMPHONY OF EXCELLENCE**

**A SYMBOL OF TIMELINESS**





# CORPORATE INFORMATION

## Board of Directors

Vinod Kashyap, *Chairman*  
Vineet Kashyap, *Managing Director*  
Vikram Kashyap, *Joint Managing Director*  
Justice C. K. Mahajan (Retd.), *Director*  
H. N. Nanani, *Director*  
P. S. Shenoy, *Director (till 17.06.2014)*

## Chief Finance Officer

Ashok Bansal

## Company Secretary

Pushpak Kumar

## Statutory Auditors

Sood Brij & Associates  
Chartered Accountants  
C-72, South Extension Part-II  
New Delhi-110 049

## Principal Bankers

State Bank of India  
Canara Bank  
IndusInd Bank Limited  
Oriental Bank of Commerce  
ICICI Bank Limited  
Standard Chartered Bank  
Yes Bank Limited

## Registered Office

409, 4th Floor,  
DLF Tower-A, Jasola,  
New Delhi-110 025.

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## Directors' Report

To the Members,

Your Directors are pleased to present the 25th Annual Report and the Company's audited accounts for the financial year ended 31st March, 2014.

### FINANCIAL RESULTS

Your Company's stand-alone performance during the year as compared with the previous year is summarized below:

Year ended	Amount (₹ In crores)	
	31st March, 2014	31st March, 2013
Income from operations	1282.49	1508.32
Other Income	28.01	37.73
<b>Total Income</b>	<b>1310.50</b>	<b>1546.05</b>
<b>Total Expenditure</b>	<b>1267.73</b>	<b>1441.83</b>
Finance Cost	92.26	98.72
<b>Profit/(Loss) before Tax &amp; Exceptional items</b>	<b>(49.49)</b>	<b>5.51</b>
Exceptional items	81.55	(2.24)
Profit/(Loss) before Tax	(131.04)	7.75
Provision for Tax	(51.64)	(0.66)
Profit / (Loss) after Tax	(79.39)	8.41
Extra Ordinary Items/prior period expenses	6.72	-
Net Profit / (Loss) for the year	(86.12)	8.41
Earnings per share, on the face value of ₹ 1 each (in ₹)	(4.19)	0.41
No. of shares	205440000	205440000

### FINANCIAL REVIEW

During the year 2013-14 your Company's total turnover was ₹ 1282 Crores as against ₹ 1508 Crores during the previous year reflecting a decline of 15% on due to difficult macroeconomic environment which affect operations of your Company's clients & consequent impact on your Company.

Correspondingly total expenditure excluding finance cost was lower by 12% from ₹ 1441.83 Crores in 2012-13 to ₹ 1268 Crores in 2013-14.

Loss before exceptional and extraordinary items was ₹ 49.49 Crores in 2013-14 against profit of ₹ 5.51 Crores in 2012-13 and Loss after tax (including exceptional and extraordinary item/prior period expenses) was ₹ 86.12 Crores in 2013-14 against profit of ₹ 8.41 Crores in 2012-13.

### APPROPRIATIONS:

#### A. DIVIDEND

In view of the losses, the Board of Directors do not recommend any dividend.

#### B. TRANSFER TO RESERVES

During the current year, no amount has been transferred to reserves.

### FIXED DEPOSITS

The Company has not accepted any deposit under Section 58-A of the Companies Act, 1956 during the year under review.

### CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

During the year, your directors have constituted the Corporate Social Responsibility Committee (CSR Committee) comprising Mr. H. N. Nanani as the Chairman and Mr. Vinod Kashyap, Mr. Vineet Kashyap and Mr. Vikram Kashyap as other members.

The said Committee has been entrusted with the responsibility of formulating and recommending to the Board, a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, monitoring the implementation of the

framework of the CSR Policy and recommending the amount to be spent on CSR activities, if any.

## SUBSIDIARIES

We have four subsidiaries and two step down subsidiaries as on 31st March, 2014:

NAME	STATUS
B L K Lifestyle Limited	Subsidiary Company
Security Information Systems (India) Limited	Subsidiary Company
BLK Infrastructure Limited	Subsidiary Company
Soul Space Projects Limited	Subsidiary Company
Soul Space Realty Limited	Step Down Subsidiary Company
Soul Space Hospitality Limited	Step Down Subsidiary Company

In accordance with the General Circular issued by the Ministry of Corporate Affairs, Government of India, the Balance Sheet, Statement of Profit and Loss and other documents of the subsidiary companies are not being attached with the Balance Sheet of the Company. However, the financial information of the subsidiary companies is disclosed in the Annual Report in compliance with the said circular. The Company will provide a copy of separate annual accounts in respect of each of its subsidiary to any shareholder of the Company who asks for it and the said annual accounts will also be kept open for inspection at the Registered Office of the Company and that of the respective subsidiary companies.

## DIRECTORS

In accordance with the provisions of the Companies Act, 2013 Mr. Vikram Kashyap, Directors of the Company will retire by rotation at the forthcoming Annual General Meeting and being eligible, offer himself for re-appointment.

The Company has received declarations from all the Independent Directors of the Company confirming that they meet with the criteria of independence as prescribed both under sub-section (6) of Section 149 of the Companies Act, 2013 and under Clause 49 of the Listing Agreement with the Stock Exchanges.

## DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, the Director confirm that:

- (i) in the preparation of the annual accounts for the year ended 31st March, 2014, the applicable accounting standards read with requirements set out under Schedule VI to the Companies Act, 1956, have been followed and there are no material departures from the same
- (ii) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable so as to give a true view of the state of affairs of the Company as at 31st March, 2014 and of the Loss of the Company for the year ended on that date;
- (iii) 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;
- (iv) the Directors have prepared the annual accounts of the Company on a going concern basis.

## LISTING

The Equity Shares of the Company are listed on Bombay Stock Exchange Limited and National Stock Exchange of India Limited. The requisite annual listing fees have been paid to these Exchanges.

## CONSOLIDATED FINANCIAL STATEMENTS

In accordance with the Accounting Standard AS-21 on Consolidated Financial Statements read with Accounting Standard AS-23 on Accounting for Investment in Associates, the audited consolidated financial statement is provided in the Annual Report.

## PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

As the Company does not carry on any manufacturing activity, the particulars relating to conservation of energy & technology absorption required by the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 has not been stated.

At every possible level Company is trying to conserve the use of energy i.e. power & fuel.

While there was no Foreign Currency earning during the year under review, the Foreign Currency outgo was ₹ 1.65 Crores.

## ISO CERTIFICATES

Your company is among the few Construction companies to be awarded the globally recognized prestigious ISO 9001:2008, ISO 14001:2004 and OHSAS 18001:2007 Certification, for meeting international standards of Quality, Environmental, Occupational Health and Safety Management Systems.

## **HEALTH AND SAFETY**

The Company places highest value on ensuring the safety of its employees, labours, third parties and visitors. At each of our project sites, it is ensured that safe work practices are followed and environment is protected. Every possible measure is taken to protect environment and ensure occupational health and safe working places for its employees. Our constant and collective efforts for ensuring accident-free operations, fail proof risk management and a cleaner, safer environment have paid rich dividends over the decades, leading to better growth opportunities and enhanced trust. The Company has been accredited with OHSAS 18001:2007 certification, which reinforces & is benchmark for the quality of safety standard and practices which are regularly been used at project sites.

## **PARTICULARS OF EMPLOYEES**

The details of employees drawing remuneration as prescribed under Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 as amended, during the Financial Year 2013-14 are set out in annexure to the Directors' Report.

## **CORPORATE GOVERNANCE**

The Company is committed to maintain the highest standard of Corporate Governance and adhere to the Corporate Governance requirements set out by SEBI.

The report on Corporate Governance as stipulated under Clause 49 of the Listing Agreement forms part of the Annual Report.

The requisite Certificate from the Auditors of the Company confirming compliance with the conditions of Corporate Governance as stipulated under aforesaid Clause-49 is attached to this Report.

## **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

The Annual Report also contains a separate section on Management Discussion and Analysis.

## **AUDITORS**

M/s Sood Brij & Associates, Chartered Accountants, Statutory Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment.

As required under Section 139 of the Companies Act, 2013, the Company has obtained a written consent from M/s Sood Brij & Associates, Chartered Accountants, to such appointment and also a certificate to the effect that their appointment, if made, would be in accordance with Section 139(1) of the Companies Act, 2013 and the rules made there under, as may be applicable.

The Board recommends the re-appointment of M/s Sood Brij & Associates, Chartered Accountants as Statutory Auditors.

## **AUDITORS' REPORT**

The Auditors' Report to the members on the Accounts of the Company for the financial year ended 31st March, 2014 does not contain any qualification.

The Notes on Accounts referred to in the Auditors' Report are self-explanatory and therefore do not require further explanation.

## **GREEN INITIATIVE IN THE CORPORATE GOVERNANCE**

In view of the "Green Initiative in Corporate Governance" introduced by the Ministry of Corporate Affairs vide its circular no. 17/2011 dated 21.04.2011, all members who are holding shares of the Company in physical mode, are requested to register their e-mail IDs with the Company or Registrar & Transfer Agent, so as to enable the Company to send all notices/ Reports /documents/ intimations and other correspondences etc. through e-mails, in the electronic mode instead of receiving physical copies of the same.

Members holding shares in demat mode, who have not registered their e-mail IDs with DPs, are also requested to register/ update their e-mail IDs with their DPs.

## **ELECTRONIC FILING**

The Company is also periodically uploading Annual Reports, Financial Results, Shareholding Pattern, Corporate Governance Reports etc. on its website viz. '[www.blkashyap.com](http://www.blkashyap.com)' within the prescribed time limit.

## **TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND**

Pursuant to the provisions of the Section 205A(5) and 205C of the Companies Act, 1956, relevant amount which remain unpaid or unclaimed for a period of seven years have been transferred by the Company, from time to time on due dates, to the Investor Education and Protection Fund.

Pursuant to the provisions of Investor Education and Protection Fund (Uploading of information regarding unpaid and unclaimed amounts lying with companies) Rules, 2012, the Company has uploaded the details of unpaid and unclaimed amounts lying with the Company as on 21st September, 2013 (date of last Annual General Meeting) on the Company's website: [www.blkashyap.com](http://www.blkashyap.com), as also on the Ministry of Corporate Affairs' website.

## **ACKNOWLEDGEMENTS**

Your directors would like to express their gratitude for the assistance and cooperation received from the Financial Institutions, Bankers, and Government Authorities, Regulatory Authorities, Stock Exchanges, Joint Ventures Partners/ Associates.

The Board also wishes to place on record its appreciation of the continued support from Client, Vendors and Investors during the year. We place on record our appreciation of the contribution made by employees at all levels. Our efforts at consolidating our position would not have been possible but for their hard work, solidarity cooperation and support.

**For and on behalf of the Board of Directors of  
B.L. KASHYAP AND SONS LIMITED**

**Place : New Delhi  
Dated : 28th May, 2014**

**Vinod Kashyap  
Chairman  
DIN:00038854**

**Vineet Kashyap  
Managing Director  
DIN:00038897**

**STATEMENT PURSUANT TO SECTION-212 OF COMPANIES ACT, 1956, RELATED TO SUBSIDIARY COMPANIES**

Name of the Subsidiary	B L K Lifestyle Ltd.	Soul Space Projects Limited	Security Information Systems (India) Limited	BLK Infrastructure Limited	*Soul Space Hospitality Limited	*Soul Space Realty Limited
1. Financial Year Ended	31st March, 2014	31st March, 2014	31st March, 2014	31st March, 2014	31st March, 2014	31st March, 2014
2. Holding Company's interest	100%	97.90%	100%	100%	97.90%	97.90%
3. Shares held by the Holding Company in Subsidiary Company	50,00,000 Equity Shares of ₹ 10/- each	20,50,000 Equity Shares of ₹ 10/- each	6,80,000 Equity Shares of ₹ 10/- each	10,00,000 Equity Shares of ₹ 10/- each	-	-
4. The net aggregate amount of Profits/Losses of the Subsidiary for the current year so far as it concerns the members of the holding Company	50,00,000 Preference Shares of ₹ 10/- each	-	-	-	-	-
a. dealt with or provided for in the accounts of the holding Company	Nil	Nil	Nil	Nil	Nil	Nil
b. not dealt with or provided for in the accounts of the holding Company	Loss: ₹ 2.46 Crores	Profit: ₹ 3.91 Crores	Loss: ₹ 0.21 Crores	Loss: ₹ 0.007 Crores	Nil	Nil
5. The net aggregate amount of Profits/Losses of the Subsidiary for the previous financial years of the subsidiary so far as it concerns the members of the holding Company	Nil	Nil	Nil	Nil	Nil	Nil
a. dealt with or provided for in the accounts of the holding Company	Nil	Nil	Nil	Nil	Nil	Nil
b. not dealt with or provided for in the accounts of the holding Company	Loss: ₹ 0.93 Crores	Loss: ₹ 0.95 Crores	Loss: ₹ 1.39 Crores	Loss: ₹ 0.43 Crores	Nil	Nil

\* Soul Space Hospitality Limited and Soul Space Realty Limited are subsidiary companies of Soul Space Projects Limited

**Place: New Delhi**  
**Date : 28th May, 2014**

**Vinod Kashyap**  
Chairman  
DIN:00038854

**Vineet Kashyap**  
Managing Director  
DIN:00038897



### Annexure to the Directors' Report

Information as per Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975, and forming part of the Directors' Report for the year ended 31st March, 2014.

Sr. No.	Name	Designation	Qualification	Age (Years)	Date of Joining	Experience (Years)	Gross remuneration (₹) p.a.	Previous employment & designation
1	Mr. Prashant Tyagi	COO	B.E.	50	08.05.1989	26	9,631,544	–
2	Mr. Naveel Singla	Execution Head-South	B.E.	45	08.03.1993	21	6,348,960	–

#### Notes:

- 1 Remuneration includes Basic Salary, Allowances, Taxable value of Perquisites calculated in accordance with the Income Tax Act, 1961 and Rule there under- which includes valuation of Motor Car which was ₹ 39,600 each, in above cases and ₹ 594,584 Interest on Loan taken by Mr. Prashant Tyagi from the Company
- 2 None of the employees own more than 2% of the outstanding shares of the Company as on 31st March, 2014.
- 3 The nature of employment is contractual in all the above cases.
- 4 All the employees have adequate experience to discharge the responsibilities assigned to them.

Place : New Delhi  
Dated : 28th May, 2014

Vinod Kashyap  
Chairman  
DIN:00038854

Vineet Kashyap  
Managing Director  
DIN:00038897

**FINANCIAL INFORMATION OF SUBSIDIARY COMPANIES**

Name of the Subsidiary Company	Issued Subscribed & Paid-up Share Capital	Reserves/ Profit & Loss Account	Total Assets	Total Liabilities	Investments	Turnover	Profit/ (Loss) before Taxation	Provision for Taxation	Profit/ (Loss) after Taxation	Proposed Dividend
B L K Lifestyle Ltd.	1000.00	(500.71)	4878.30	4878.30	-	1885.89	(372.84)	(126.91)	(245.93)	-
Soul Space Projects Ltd.	209.38	296.66	57026.53	57026.53	30118.03	8208.70	300.63	90.87	391.50	-
Security Information Systems (India) Ltd.	68.00	(161.99)	162.69	162.69	-	0.11	(20.39)	(2.22)	(22.61)	-
BLK Infrastructure Limited	100.00	(42.78)	57.55	57.55	-	-	(0.20)	0.06	(0.14)	-
*Soul Space Realty Ltd.	100.00	-	7073.07	7073.07	-	-	-	-	-	-
*Soul Space Hospitality Ltd.	100.00	-	821.56	821.56	-	-	-	-	-	-

\* Step down Subsidiary Companies

**Place : New Delhi**  
**Date : 28th May, 2014**

**Vinod Kashyap**  
**Chairman**  
**DIN:00038854**

**Vineet Kashyap**  
**Managing Director**  
**DIN:00038897**

## Management Discussion and Analysis

### INDUSTRY OVERVIEW

The worst for Indian economy may be over, but the recovery seems to be shallow and protracted with continuing weakness in the next fiscal year, at least. Although, the level of a country's development is reflected by its infrastructure, but Construction majors are currently experiencing liquidity constraints due to funding norms being employed by institutional financiers. The industry is also facing squeezing margins due to increasing commodity prices.

However, the construction industry is still the second largest industry of the country after agriculture, accounting for 11 percent of India's GDP. Indian construction industry employs approx 35 million people and its total market size is estimated at US\$ 126 billion. The Construction accounts for nearly 65 per cent of the total investment in infrastructure and the desperate need for infrastructure development has sizable potential of demand for the construction industry in India. Further, blessed with favourable demographics and abundant labour and contribution from the service sector, rapid urbanisation rates is bound to act as an important force for creation of demand for infrastructure in the long term.

### STRATEGY

The Company will pursue its growth by expanding its activities in constructing projects for clients in the residential, industrial, commercial, and institutional market sectors. The Company will continue to utilize a range of contract formats.

The Company's long-standing record of providing a quality product to its clients on time and standing behind that product after completion of construction has provided the opportunity for the Company to work with many clients on repeat basis. The Company will also continue to emphasize operational excellence as a means for generating new opportunities, and thereby creating value.

### OPPORTUNITIES AND THREATS

#### Opportunities

Continuous private sector housing boom will create more construction opportunities.

Supported by private capital in the form of public-private partnerships has worked for airports – the next step is to expand this success to roads, railways and electricity generation, transmission and distribution.

Developing supply chain through involvement in large projects is likely to enhance the opportunities in construction.

Renewable energy projects will offer opportunities to develop skills and capacity in new markets.

Financial supports like availability of loan, insurance coverage and growth in the income of people are additional drivers of construction industry.

#### Threats

- Inadequacy of regulatory institutions for land reforms; land clearance issues, insufficient compensation, unclear regulations, erratic changes in decisions, stamp duties, conveyancing and specification for the construction, collectively all of them have caused delays in the concerted development and growth of the Construction Industry.
- Lack of adequate skilled and quality manpower.
- Liquidity, financing and demand concerns associated with the Real Estate Industry.
- The Company has undertaken the projects with third parties, which entail certain business risk.
- The Company is dependent on various sub-contractors and/or specialist agencies to construct and develop projects.
- The sector is investment-led and therefore susceptible to economic downturns.
- Global Economy conditions.
- Infrastructure safety is a challenge in construction industry.

In addition to this, the high operation costs and management costs incurred in this sector have also hindered the growth of the sector. The cost of purchasing construction materials and machinery is quite high and as such the profit margins have been greatly reduced.

### OUTLOOK

While the construction outlook for India offers significant potential. The demand for residential construction is expected to continue to grow and construction of Nursing Homes, Old Age homes, and other extended care institutions will create new market for the company to explore opportunity.

The Company will continue to strive for securing high value contracts in terms of profitability, so as to increase the focus and improve on operating margins and is consciously making efforts to win new projects with in-built clause for price escalation to protect the margins and mitigate the impact of inflations.

Your Company, with its expertise, execution capabilities and commitment to adopt quality, safety, and environmental policies, has the capability to remain a prominent player in the future.

### RISK AND CONCERNS

Every Company needs to ensure that it has a proper continuous risk identification and management process. This process will generally involve the following steps:

- Identifying, ranking and sourcing risks inherent in the Company's strategy (including its overall goals and appetite for risk);

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## Annual Report 2013-14

- Selecting the appropriate risk management approaches and transferring or avoiding those risks that the business is not willing to manage and implementing controls to manage the remaining risks;
- Monitoring the effectiveness of risk management approaches and controls;
- Learning from experience and making improvement.

Since the Company's site locations are spread PAN India, the Company is following site-wise approach to risk management, laying emphasis on identifying and managing key operational/ strategic risks. There is a constant endeavor to assimilate/ disseminate the cross-worksites learning, so as to avoid repeat of troubleshoot requirement from one site to other site through an integrated risk mitigating Committee meetings.

The risks associated with the business of the Company are reviewed periodically by the top management to take suitable measures for mitigating the risks relating to Operations, Regulatory Affairs, Finance, Information Technology and Human Resources.

Necessary resources have been deployed in terms of technology, experienced people and processes to monitor, evaluate and manage the principal risks including credit, liquidity, operational, legal and reputational risks. Some of the risks that are potentially significant in nature requiring careful monitoring are listed hereunder:

- Our profitability and cost effectiveness may be affected due to change in the price of raw materials and other inputs.
- Any downtrend in Government Spending could impact company's performance.
- Longer delay than expected in the credit expansion by the banks.
- Fluctuation in interest rate could impact financial performance of the Company.

### **INTERNAL CONTROL SYSTEMS AND ADEQUACY**

The Company has a proper and adequate system of internal control to ensure the timely and accurate recording of financial transaction and adhere to applicable accounting standard including safeguarding and protecting its assets against any loss from its unauthorized use or disposition. All transaction are properly documented, authorized and reported correctly. The systems are reviewed continuously and there improvement and effectiveness is enhanced based on the reports from various fields.

Internal Audit & Internal control systems are being reviewed, modified & strengthened to meet changing requirements.

### **FINANCIAL PERFORMANCE (CONSOLIDATED)**

Income from Operations : During the year under consideration, the Company has recorded consolidated turnover of ₹ 1349.08 Crores, decrease by 12.58% as compared to previous year. Losses were ₹ 84.95 Crores as against Profit of ₹ 8.41 Crores in 2012-13.

Fixed Assets: The Consolidated Gross Block of the Company's fixed assets as on 31st March, 2014 was ₹ 409.81 Crores. The Net Block as on 31st March, 2014 was ₹ 256.59 Crores.

Other Income : Other Income for the year was ₹16.96 Crores. Other Income comprises of Interest, Dividend Income, and other miscellaneous income.

### **Expenditures**

**Cost of Material Consumed:** Expenditure towards Cost of Material Consumed was ₹ 668.19 Crores. This represents cost of various raw materials consumed during the year.

**Employee's Benefit Expenses:** The Employee's Benefit Expenses decreased from ₹ 284.46 Crores to ₹ 242.74 Crores.

**Sub Contract Work Expenses:** Expenses towards sub contract works decreased from ₹ 261.39 Crores to ₹ 239.69 Crores

**Finance Cost:** During the Financial year 2013-2014, the Finance Cost increased from ₹ 92.77 Crores to ₹ 97.30 Crores.

**Depreciation:** During Financial Year 2013-2014, depreciation decreased from ₹ 25.73 Crores to ₹ 22.83 Crores.

**Provision for Taxation:** The Provision for taxes was nil due to losses but deferred tax asset of ₹ 47.05 Crores was created due to the same reason.

### **HUMAN RESOURCES**

The significant role of the human capital, particularly in the current competitive scenario cannot be understated. We have created a favourable work environment. The Company has managed to keep attrition rate in key positions well in control by imbibing a sense of ownership and pride. The Company will continue its efforts to attract and retain a highly skilled professional work force to increase its capacity more to deliver revenues and earnings in the future. The Company takes pride itself in providing a working environment for its employees based on the principles of honesty, integrity, excellence and professionalism. Strong HR initiatives are also geared to nurture talent and to unlock the power of intellectual capital.

### **CAUTIONARY STATEMENT**

Statements in Management Discussion and Analysis describing the Company's objectives, projections, estimates and expectations may be "forward looking" within the meaning of applicable laws and regulations but actual results may differ materially from those expressed herein or implied.

## Report on Corporate Governance

In compliance with Clause 49 of the Listing Agreement with Stock Exchanges, the Company submits the following report:

### 1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

Corporate Governance calls for transparent decision making and accountability for safeguarding the interests of all stakeholders in the organisation and your company believe that good Corporate Governance is essential to achieve Long Term Corporate Goals and to enhance stakeholders' value. The Company is committed to pursue growth by adhering to the highest national standards of Corporate Governance and has complied in all material aspects with the requirements specified in the Listing Agreement with Stock Exchanges.

### 2. BOARD OF DIRECTORS

#### (a) Composition of the Board

The Board of Directors has an optimal combination of Executive and Independent Directors. As on 31st March, 2014 the Board consists of 6 Directors, out of which three are Independent Directors. The Board is headed by an Executive Chairman. The composition of Board is in conformity with clause 49 of the Listing Agreement, which stipulates that atleast fifty percent of Board should consists of Independent Directors, if the Chairman of Board is as Executive Director.

All the Directors possess the requisite qualifications and experience in general corporate management, finance, banking and other allied fields enabling them to contribute effectively in their capacity as Directors of the Company

The Independent Directors on the Company's Board:

- a. Apart from receiving Sitting fees, does not have any material pecuniary relationships or transactions with the company, its promoters, its directors, its senior management or its subsidiaries and associates which may affect independence of the director.
- b. Are not related to promoters or persons occupying management positions at the board level or at one level below the board.
- c. Have not been an executive of the company in the immediately preceding three financial years.
- d. Are not a partner or an executive or was not partner or an executive during the preceding three years, of any of the following:
  - i. the statutory audit firm or the internal audit firm that is associated with the Company, and
  - ii. the legal firm(s) and consulting firm(s) that have a material association with the Company.
- e. Are not material supplier, service provider or customer or a lessor or lessee of the Company, which may affect independence of the director.
- f. Are not a substantial shareholder of the company i.e. owning two percent or more of the block of voting shares.
- g. Are not less than 21 years of age.

#### (b) Board Meetings

The Board meets at regular intervals to discuss and decide on Company/business policy and strategy apart from other Board business. The Board of Directors met eight times during the year 2013-14. The company has held at least one Board Meeting in every quarter. The notice of the Board meeting is given well in advance to all the Directors. The agenda papers along with notes and other supporting were circulated in advance of the Board Meeting with sufficient information as required under Clause 49 of the Listing Agreement. The details of the Board Meetings are as under:

S. No.	Date	Board Strength	No. of Directors Present
1	30th May, 2013	6	6
2	13th August, 2013	6	6
3	5th October, 2013	6	4
4	22nd October, 2013	6	5
5	1st November, 2013	6	4
6	13th November, 2013	6	6
7	21st December, 2013	6	6
8	12th February, 2014	6	6

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The details of the composition of the Board, category, attendance of Directors at Board Meetings and General Meetings, number of the Directorships and other Committee memberships are as follows:

Name of Directors	Category	No. of Board Meetings Attended	Attendance at last AGM	*Directorship in other Public Companies	*Number of Committee positions in public companies	
					Member	Chairman
Vinod Kashyap DIN 00038854	Promoter (Executive)	8	Yes	6	Nil	Nil
Vineet Kashyap DIN 00038897	Promoter (Executive)	8	Yes	7	Nil	Nil
Vikram Kashyap DIN 00038937	Promoter (Executive)	8	Yes	7	Nil	Nil
Justice C.K. Mahajan (Retd.) DIN 00039060	Independent (Non Executive)	5	No	2	1	Nil
H. N. Nanani DIN 00051071	Independent (Non Executive)	8	No	3	1	1
#P. S. Shenoy DIN 00108547	Independent (Non Executive)	6	Yes	6	3	1

\* Excluding B. L. Kashyap And Sons Ltd. and Directorship in Private Limited Companies.

# Mr. P.S. Shenoy has resigned as director of the Company w.e.f. 17.06.2014

None of the Directors on the Board is member of more than 10 Committees and Chairman of more than 5 committees (as specified in clause 49 of the Listing Agreement), across all the Companies in which he is a Director.

### (c) Details of shares held by Directors in the Company are as follows:

S. No.	Name of Directors	No. of shares held as on 31.03.2014
1	*Mr. Vinod Kashyap	4,85,66,600
2	Mr. Vineet Kashyap	4,89,32,330
3	Mr. Vikram Kashyap	4,86,16,750
4	Mr. H.N. Nanani	2,22,927

\* Holding of Vinod Kashyap Includes Shares pledged with L&T Infrastructure Finance Limited, a lender of B.L. Kashyap and Sons Limited, L&T Infrastructure Finance Limited has invoked 78,82,522 shares on 28.03.2014 and transferred the same to their own demat account account till the time B.L. Kashyap and Sons Limited clears their overdues.

No other Director holds any share in the company.

### (d) Directors retiring and seeking re-appointment

Mr. Vikram Kashyap, Director of the Company, will be retiring by rotation on the forthcoming Annual General Meeting of the Company and being eligible has sought himself for the re-appointment.

The relevant information pertaining to Director seeking appointment and re-appointment is given separately in the Notice for the ensuing Annual General Meeting.

### (e) Relationship between Directors

Mr. Vinod Kashyap, Mr. Vineet Kashyap and Mr. Vikram Kashyap are brothers. None of the other directors are related to each other.

### (f) Information available to the Board

All the relevant information within the Company is accessible to the Board all the times. Moreover the Board has been provided with various information on regular basis for the effective discussion and contribution of the Board. The information so provides includes the following:

- Quarterly results for the Company and its operating divisions.
- Minutes of meetings of Audit Committee and other Committees of the Board.
- Information on recruitment/remuneration of senior officers just below the Board level.
- Material show cause, demand, prosecution notices and penalty notices, if any;
- Fatal or serious accidents, dangerous occurrences.
- Any material default in financial obligations to and by the Company or substantial non-payment for services provided by the Company.

- Any issue, which involves possible public or product liability claims of substantial nature, if any.
- Significant labour problems and their proposed solutions.
- Sale of material nature of investments, subsidiaries, assets, which is not in normal course of business.
- Material non-compliance of any regulatory, statutory listing requirement and shareholders services such as non-payment of dividend, delay in share transfer etc.
- Details of investment of surplus funds available with the Company.

The above information is generally provided as part of the agenda papers of the Board meeting and /or is placed at the table during the course of the meeting.

The Company Secretary in consultation with the Chairman prepares the agenda. All Board members are at liberty to suggest agenda items for inclusion. The detailed agenda is sent to the members at least a week before the Board meeting date.

### 3. AUDIT COMMITTEE:

As on 31st March, 2014 the Audit Committee comprises of all the three Independent Directors. The Audit Committee is headed by Mr. H.N. Nanani, and has Mr. Justice C.K. Mahajan (Retd.) and Mr. P.S. Shenoy as its members. All the members of the Audit Committee are qualified and having insight to interpret and understand financial statements.

During the Financial Year 2013-2014, four meetings of the Committee were held on 30th May, 2013, 13th August, 2013, 13th November, 2013 and 12th February, 2014.

Details of composition of the Committee and attendance of the members at the meetings are given below:

Sl. No.	Name	Designation	Category	No. of Meetings attended
1	Mr. H.N. Nanani	Chairman	Independent (Non Executive)	4
2	Mr. Justice C.K.Mahajan (Retd.)	Member	Independent (Non Executive)	4
3	# Mr. P.S. Shenoy	Member	Independent (Non Executive)	4

# Mr. P.S. Shenoy has resigned as director of the Company w.e.f. 17.06.2014

**The terms of reference of the Audit Committee includes, review of following:**

- The annual and quarterly financial statements before submission to the Board
- Accounting policies and practices.
- Review of operations of subsidiaries.
- Recommending to the Board, the appointment, reappointment and, if required, the replacement or removal of statutory auditors, including cost auditors, and fixation of audit fees and other terms of appointment.
- Approving payment to statutory auditors, including cost auditors for any other services rendered by them.
- Internal control process and procedures and its ever changing effectiveness.
- Related party transactions.
- Internal audit reports and adequacy of internal audit functions.
- Compliances with Statutory obligations.
- Compliances with Accounting Standards.

The Audit Committee is also apprised on information with regard to related party transactions by being presented:

- A statement in summary form of transactions with related parties in the ordinary course of business
- Details of material individual transactions with related parties which are not in the normal course of business, if any.
- Details of material individual transactions with related parties or others, which are not on an arm's length basis along with management's justification for the same, if any.

The Audit Committee invites such of the executives as it considers appropriate and representative(s) of the Statutory Auditors to be present at its meeting. The Company Secretary acts as Secretary to the Audit Committee.

### 4. NOMINATION AND REMUNERATION COMMITTEE

(Formerly termed as Remuneration Committee)

#### i. Composition:

As on 31st March, 2014 the Committee comprises of three Independent Directors, with Justice C. K. Mahajan (Retd.) acting as Chairman of the committee and Mr. H. N. Nanani and Mr. P.S. Shenoy as its members.

The Committee's constitution and terms of reference are in compliance with provisions of the Companies Act, 2013 and Clause 49 of the Listing Agreement.

During the Financial Year 2013-2014 no meeting of the Nomination and Remuneration Committee was conducted.

Adhering to the requirements of the Companies Act, 2013 and Clause 49 of the Listing Agreement, the Board of Directors of the Company at their meeting held on 28th May, 2014, have approved the change in nomenclature of the Remuneration Committee to Nomination and Remuneration Committee

**ii. Terms of Reference of the Committee, inter alia, includes the following:**

- (a) To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and to recommend to the Board their appointment and/ or removal.
- (b) To carry out evaluation of every Director's performance
- (c) To formulate the criteria for determining qualifications, positive attributes and independence of a Director, and recommend to the Board a policy, relating to the remuneration for the Directors, key managerial personnel and other employees
- (d) To formulate the criteria for evaluation of Independent Directors and the Board
- (e) To devise a policy on Board diversity
- (f) To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable
- (g) To perform such other functions as may be necessary or appropriate for the performance of its duties

**iii. Details of Remuneration paid/payable to Directors for the year ended 31st March, 2014:**

**(a) Executive Directors:**

(₹ in Lacs)			
Name	Salary	Medical Reimbursements	Commission
Mr. Vinod Kashyap	Nil	1.50	Nil
Mr. Vineet Kashyap	Nil	0.99	Nil
Mr. Vikram Kashyap	Nil	Nil	Nil

The above figures do not include provisions for encashable leave and gratuity as separate actuarial valuation is not available for the Executive Directors.

**(b) Non-Executive Directors:**

(₹ in Lacs)		
Name	Sitting Fess	Commission
Mr. Justice C. K. Mahajan (Retd.)	0.70	Nil
Mr. H. N. Nanani	1.05	Nil
Mr. P.S. Shenoy	0.82	Nil

**iv. Remuneration Policy**

The Remuneration Policy of the Company for managerial personnel is based on:

1. Knowledge & Potential, track record and performance of each individual.
2. Contribution of managerial personnel in achieving the strategic goals of the organisation is recognised.
3. Salaries and benefits remain competitive with other Companies in the same Industry.
4. Performance of the Company.

**5. STAKEHOLDERS RELATIONSHIP COMMITTEE  
(formerly termed as Shareholders'/ Investors' Grievance Committee)**

As on 31st March, 2014 the Committee comprises of five directors, with Mr. H.N. Nanani acting as Chairman of the committee and Justice C.K. Mahajan (Retd.), Mr. Vinod Kashyap, Mr. Vineet Kashyap, Mr. Vikram Kashyap as its members.

During the year 4 meetings of the Stakeholders Relationship Committee were held which were attended by Mr. Justice C. K. Mahajan (Retd.), Mr. H.N. Nanani, Mr. Vinod Kashyap, Mr. Vineet Kashyap and Mr. Vikram Kashyap.



### Terms of Reference:

The functioning and terms of reference of the committee are to oversee various matters relating to redressal of shareholders grievances like:

- Oversee and review all matters connected with the transfer of the Company's share
- Issue of the Company's duplicate share certificates.
- To look into redressal of shareholders complaint related to transfer / transmission of shares, non-receipt of share certificates, balance sheets, declared dividends etc.
- To oversee the performance of the Registrar and Transfer Agents.
- To recommend the measures for overall improvement in the quality of investor services.
- Such other activities resulting from statutory amendments / modifications from time to time.
- Monitor implementation of the Company's Code of Conduct for Prohibition of Insider Trading.

Adhering to the requirements of the Companies Act, 2013 and Clause 49 of the Listing Agreement, Securities the Board of Directors of the Company at their meeting held on 28th May, 2014, have approved the change in nomenclature of the Shareholders' / Investors' Grievances Committee to 'Stakeholders Relationship Committee'.

### Compliance Officer:

Mr. Pushpak Kumar, Company Secretary of the Company is the Compliance Officer of the 'Stakeholders Relationship Committee'.

### Status of investor complaints / requests as on 31st March, 2014

Period: 01.04.2013 - 31.03.2014	No. of Complaints
Pending at the beginning of financial year 2013-14	Nil
Total complaints received during the year	1
Total complaints resolved during the year	1
Total complaints pending as on 31st March, 2014	Nil

### Corporate Social Responsibility (CSR) Committee :

In accordance with Section 135 of the Companies Act, 2013, the Board of Directors of the Company at their meeting held on 28th May, 2014 have approved the constitution of the CSR Committee which comprises four directors viz. Mr. H.N. Nanani (Chairman), Mr. Vinod Kashyap , Mr. Vineet Kashyap and Mr. Vikram Kashyap as members of the committee and defined the role of the Committee, which is as under:

- Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013.
- Recommend the amount of expenditure to be incurred on the activities referred in the CSR policy.
- Monitor the CSR Policy of the Company and its implementation from time to time.
- Such other functions as the Board may deem fit.

### 6. EXECUTIVE COMMITTEE

The Company has an executive committee of the Directors. The Executive Committee has been entrusted with all such powers other than those to be exercised by the Board of Directors at their meetings.

Eleven meetings of the Executive Committee were held during the year on 12th April, 2013, 20th May, 2013, 19th June, 2013, 12th July, 2013, 23rd September, 2013, 1st November, 2013, 7th November, 2013, 3rd December, 2013, 27th December, 2013, 6th February, 2014 and 17th March, 2014.

Details of composition of the Committee and attendance of the members at the meetings are given below:

Sl. No.	Name	Designation	Category	No. of Meetings attended
1	Mr. Vinod Kashyap	Chairman	Non Independent ( Executive)	11
2	Mr. Vineet Kashyap	Member	Non Independent ( Executive)	11
3	Mr. Vikram Kashyap	Member	Non Independent ( Executive)	11

**7 GENERAL BODY MEETINGS:**

(i) Details of Location, Date and Time of the Annual General Meeting held during the last three years are given below:

Financial Year	Location	Date & Time
2012-2013	PHD Chamber of Commerce & Industry , PHD House, 4/2 , Siri Institutional Area, August Kranti Marg , New Delhi-16	21st September, 2013 at 10.00 a.m.
2011-2012	PHD Chamber of Commerce & Industry , PHD House, 4/2 , Siri Institutional Area, August Kranti Marg , New Delhi-16	21st September, 2012 at 10.00 a.m.
2010-2011	PHD Chamber of Commerce & Industry , PHD House, 4/2 , Siri Institutional Area, August Kranti Marg , New Delhi-16	21st September, 2011 at 10.00 a.m.

(ii) Special Resolutions passed in the previous three Annual General Meetings

**2012-13**

Preferential Allotment including Qualified Institutional Placement (QIP) etc. not exceeding ₹ 450 Crores.

**2011-12**

Preferential Allotment including Qualified Institutional Placement (QIP) etc. not exceeding ₹ 450 Crores.

**2010-11**

Preferential Allotment including Qualified Institutional Placement (QIP) etc. not exceeding ₹ 450 Crores.

Holding and continuing to hold an office of place of profit in the Company by Mr. Sahil Kashyap, relative of Mr. Vikram Kashyap, Joint Managing Director of the Company.

Holding and continuing to hold an office of place of profit in the Company by Mrs. Seema Sondhi, relative of Mr. Vinod Kashyap, Mr. Vineet Kashyap, Mr. Vikram Kashyap Executive Directors of the Company.

Alteration of Articles of Association of the Company by inserting Clause 5A related to provision of Buy Back of Shares.

(iii) Postal Ballot:

During the Financial year 2013-14, no matters requiring postal ballot was placed for shareholders' approval.

**8. DISCLOSURES:**

(i) Related party transactions

During the year, there were no transactions of material nature with the Directors or the Management or the subsidiaries or relatives that had potential conflict with the interests of the Company at large.

Related Party transactions are defined as transactions of the Company of material nature, with Promoters, the Directors or the Management, their subsidiaries or relatives etc. that may have potential conflict with the interest of the Company at large.

(ii) Compliances with Rules and Regulations

The Company has complied with all requirements of the Listing Agreements with Stock Exchanges as well as the regulations and guidelines of SEBI. Consequently no penalties or any strictures were imposed against your Company by SEBI, Stock Exchanges or any other Statutory Authority, on any matter related to capital markets during last three years.

(iii) Equity Share in Suspense Account

As per Clause 5A of the Listing Agreement, the Company reports the following detail in respect of the equity share lying in the suspense account which were issued pursuant to the public issue of the Company.

	Number of Shareholders	Numbers of Equity Shares
Aggregate number of shareholders and the outstanding shares in the suspense account lying as on 1st April, 2013	4	1720
Number of shareholders who approached issuer for transfer of shares from suspense account during the year	Nil	Nil
Number of shareholders to whom shares were transferred from suspense account during the year	Nil	Nil
Aggregate number of shareholders and the outstanding shares in the suspense account lying as on 31st March, 2014	4	1720

- The voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares.
- These shares have been transferred into one folio in the name of "B.L KASHYAP AND SONS LIMITED UNCLAIMED SHARE DEMAT SUSPENSE ACCOUNT".

**(iv) Auditor's Certificate on Corporate Governance**

As required under the clause 49 of the Listing Agreement, the auditor's certificate is given as annexure to the Directors' Report.

**(v) CEO / CFO Certification**

As required under the clause 49 of the Listing Agreement, the CEO/CFO certification is provided elsewhere in the Annual Report.

**(vi) Risk Management**

The Board is apprised of the matters with regard to Risk Management & Assessment. The Risk minimization procedures have been put in place and are being reviewed from time to time, to ensure that the executive management, controls risk, through means of a properly defined framework.

**(vii) Code For Prevention of Insider-Trading Practice**

In compliance with SEBI regulation on prevention on insider trading, the Company has instituted a code of conduct for its management and staff. The code lays down guidelines, which advises them on procedure to be followed and disclosures to be made, while dealing with shares of Company, and cautioning them of the consequences of violations.

**(viii) Compliance with non-mandatory requirements of Clause-49 of the Listing Agreement**

The Clause - 49 states that the non-mandatory requirements may be implemented as per the Company's discretion. However, the disclosures of compliance with mandatory requirements and adoption (and compliance) / non-adoption of the non-mandatory requirements shall be made in the section on Corporate governance in the Annual Report.

We comply with the following non-mandatory requirements:

**Remuneration Committee**

We have instituted a Nomination & Remuneration Committee. A detailed note on Nomination & Remuneration Committee is provided elsewhere in the report.

**Vigil mechanism / whistle blower policy**

In terms section 177(9) of the Companies Act, 2013 The Board of Directors of the Company has adopted a Vigil mechanism/ whistle blower policy for its employees. The employees are encouraged to report to the Audit Committee of the Board of Directors any fraudulent financial or any other information, any conduct that results in the instances of unethical behaviour, actual or suspected violation of the Company's Code of Conduct and ethics, which may come to their knowledge.

It is the Company's policy to ensure that whistle blowers are not victimized or denied direct access to the Chairman of the Audit Committee. The existence of a whistle blower policy mechanism has been communicated to all employees.

**Audit Qualification**

The Company from inception has ensured to remain in the regime of unqualified financial statement.

**9 (i) COMMUNICATION TO SHAREHOLDERS**

In accordance with Clause 54 of the Listing Agreement, the Company has maintained a functional website at '[www.blkashyap.com](http://www.blkashyap.com)' containing basic information about the Company viz., details of its business, financial information, shareholding pattern, compliance with corporate governance, contact information of the designated officials of the Company who are responsible for assisting and handling investor grievances etc. The contents of the said website are updated from time to time.

The Quarterly / Annual results and official news releases are generally published in Financial Express and Jansatta (a Regional daily published from Delhi). The results are also displayed on the Company's website: [www.blkashyap.com](http://www.blkashyap.com).

**NSE Electronic Application Processing System (NEAPS):** The NEAPS is a web-based application designed by NSE for corporates. All periodical compliance filings like quarterly/half yearly/annual financial results, shareholding pattern, corporate governance report, media releases, among others are filed electronically on NEAPS.

# B. L. KASHYAP AND SONS LIMITED

## Annual Report 2013-14

**BSE Corporate Compliance & Listing Centre (the 'Listing Centre')**: BSE's Listing Centre is a web-based application designed for corporates. All periodical compliance filings like quarterly/half yearly/annual financial results, shareholding pattern, corporate governance report, media releases, among others are also filed electronically on the Listing Centre

For the benefit of the members, a separate email id has been created for member correspondence viz., '[info@blkashyap.com](mailto:info@blkashyap.com)'

### (ii) Managements' Discussion & Analysis

Managements' Discussion & Analysis forms part of the Annual Report, which is mailed to the shareholders of the Company.

## 9. GENERAL SHAREHOLDERS' INFORMATION:

A	i.	Date, Time and Venue of 25th AGM	: 29th September, 2014, at 10.00 a.m. PHD House, 4/2, Siri Institutional Area, August Kranti Marg, New Delhi-110 016
	ii.	Date of Book Closure	: 22nd September, 2014 to 29th September, 2014
	iii.	Dividend Payment	: NA
	iv.	Financial Calendar (tentative):	Financial Reporting for the quarter ending 30th June, 2014 : on or before 14th August, 2014 30th September, 2014 : on or before 14th November, 2014 31st December, 2014 : on or before 14th February, 2015 31st March, 2015 : on or before 30th May, 2015
	v.	Listing on Stock Exchanges	a. Bombay Stock Exchange Limited (BSE) b. National Stock Exchange of India Limited (NSE)
	vi.	Listing Code/ Symbol	BSE : 532719 NSE : BLKASHYAP ISIN Code : INE350H01032
	vii.	Listing fees for 2014-15	: Paid to above Stock Exchanges
	viii.	Custodial fees to Depositories	: Paid to National Security Depository Limited (NSDL) & Central Depository Securities Limited (CDSL) for 2014-15.
	ix.	Registered Office	: 409, 4th Floor, DLF Tower-A Jasola, New Delhi – 110 025 Tel : +91 11 40500300, Fax: +91 11 40500333 Website: <a href="http://www.blkashyap.com">www.blkashyap.com</a>

### B. Market Price Data

Monthly high and low price of Company's Equity Share at National Stock Exchange of India Limited (NSE) and Bombay Stock Exchange Limited (BSE) for the period from 1st April, 2013 to 31st March, 2014 are stated hereunder.

Month	Face Value of the Share ₹	NSE		BSE	
		Share Price (₹)	Share Price (₹)	Share Price (₹)	Share Price (₹)
		High	Low	High	Low
April 2013	1	8.40	6.70	8.40	6.75
May 2013	1	7.90	6.05	7.70	6.00
June 2013	1	6.60	5.05	6.67	5.00
July 2013	1	6.30	4.10	6.47	4.25
August 2013	1	6.90	4.00	6.94	4.10
September 2013	1	7.30	5.10	6.85	5.20
October 2013	1	6.50	5.40	7.00	5.50
November 2013	1	7.25	5.50	7.18	5.00
December 2013	1	8.10	5.80	8.05	5.86
January 2014	1	6.80	5.20	6.90	5.31
February 2014	1	6.30	5.10	6.25	5.03
March 2014	1	6.20	5.10	5.94	5.11

### Performance in Comparison to BSE Sensex.

The Performance of the Company's scrip on the BSE as compared to Sensex is as under:

Month	BSE Sensex		B. L. Kashyap And Sons Limited	
	High	Low	High	Low
April 2013	19,622.68	18,144.22	8.40	6.75
May 2013	20,443.62	19,451.26	7.70	6.00
June 2013	19,860.19	18,467.16	6.67	5.00
July 2013	20,351.06	19,126.82	6.47	4.25
August 2013	19,569.20	17,448.71	6.94	4.10
September 2013	20,739.69	18,166.17	6.85	5.20
October 2013	21,205.44	19,264.72	7.00	5.50
November 2013	21,321.53	20,137.67	7.18	5.00
December 2013	21,483.74	20,568.70	8.05	5.86
January 2014	21,409.66	20,343.78	6.90	5.31
February 2014	21,140.51	19,963.12	6.25	5.03
March 2014	22,467.21	20,920.98	5.94	5.11

### C. Shareholding Pattern by Ownership as on 31st March, 2014:

Category	No. of Shares held	% of Shareholdings
<b>A. Promoter's holding</b>		
Promoters		
- Indian Promoters	14,63,74,956	71.25
Sub-Total		
<b>B Non-Promoters Holding</b>		
Institutional Investors		
a. Mutual Funds & UTI	52,90,332	2.58
b. Foreign Institution Investors	1,40,21,989	6.83
c. Banks, Financial Institutions	6,007	0.00
<b>C Others</b>		
a. Body Corporate	1,07,73,412	5.24
b. Indian Public	2,82,99,210	13.78
c. NRIs	3,69,024	0.17
d. OBCs	20	0.00
e. Clearing Member	3,03,330	0.15
f. Any other : Represents the balance shares pending for credit to respective allottees demat a/c	1,720	0.00
<b>GRAND TOTAL</b>	<b>20,54,40,000</b>	<b>100.00</b>

\* Holding of Vinod Kashyap (Promoter) Includes Shares pledged with L&T Infrastructure Finance Limited, a lender of B.L. Kashyap and Sons Limited L&T Infrastructure Finance Limited has invoked 78,82,522 shares on 28.03.2014 and transferred the same to their own demat account till the time. B.L. Kashyap and Sons Limited clears their overdues.

### D. Shareholding Pattern by Size :

No. of Equity Shares	No. of Shareholders*	% of Shareholders	Total Shares	% of Equity Shares
Up to 500	19,007	75.26	29,33,026	1.428
501 - 1,000	3,049	12.07	24,91,288	1.213
1,001 - 2,000	1,378	5.46	21,94,913	1.068
2,001 - 3,000	537	2.13	14,10,981	0.687
3,001 - 4,000	241	0.95	8,85,618	0.431
4,001 - 5,000	307	1.22	14,72,194	0.717
5,001 - 10,000	368	1.46	27,61,560	1.344
10,001 & Above	367	1.45	19,12,90,420	93.112
<b>Total</b>	<b>25,254</b>	<b>100.00</b>	<b>20,54,40,000</b>	<b>100.00</b>

\* As on 31st March, 2014 1720 shares were pending for transfer to respective allottee's demat account.

**E. Capital Reconciliation:**

As stipulated by SEBI, a Qualified Chartered Accountant carries out Reconciliation of Share Capital to reconcile the total admitted capital with National Security Depository Limited (NSDL) and Central Depository Services (India) Limited and the total issued and listed capital. This audit is carried out every quarter and the report thereon is submitted to the Stock Exchanges and to the Board of Directors. The audit confirms that the total listed and paid up capital is in agreement with the aggregate of total number of shares in dematerialized form and in physical form.

**F. Dematerialization of shares:**

As on 31st March, 2014, 99.99% of the Company's total paid-up capital representing 20,54,33,870 shares were held in dematerialized form and the balance 0.003% representing 6130 shares were held in paper form. The shareholders who wish to get their shares dematerialised can submit the share certificates together with the Demat request form to Depository Participants with whom they have opened a demat account.

**G. Share Transfer System:**

The Company's Shares are traded in the Stock Exchanges compulsorily in demat mode. Shares in physical mode which are lodged for transfer are processed and returned within the stipulated time.

**H. Corporate Benefits to Investors**

a. Bonus Issue Fully Paid-up Equity Share

Financial Year	Ratio
2010-11	1:1

b. Dividend Declared for the last 5 Years

Financial Year	Dividend Declaration	Dividend Per Share ₹	Face Value of the Equity Share ₹
2008-09	19th September, 2009	1.0	5
2009-10	21st September, 2010	1.0	5
2010-11	21st September, 2011	0.10	1
2011-12	21st September, 2012	0.05	1
2012-13	21st September, 2013	0.05	1

**I. Investor Correspondence**

**For share transfer, transmission and dematerialization requests**

**Link InTime India Private Limited (RTA)**

A-40, 2nd Floor, Naryana Industrial Area,

Phase-II, New Delhi-110028

Tel. No.-011-41410592-94

Fax No. - 011-41410591

e.mail: delhi@linkintime.co.in

**For General Correspondence**

**Registered Office:**

B.L. Kashyap And Sons Ltd.

CIN: L74899DL1989PLC036148

409, 4th Floor, DLF Tower -A, Jasola,  
New Delhi 110 025

Ph. : 011-40500300 Fax : 011-40500333

E-mail:info@blkashyap.com

**Important Communication to Members**

The Ministry of Corporate Affairs has taken a "Green Initiative in corporate Governance" by allowing paperless compliances by the companies and has issued circulars stating that services of notice/documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses with the depository through their concerned Depository Participants.

## Chief Executive Officer (CEO) and Chief Financial Officer (CFO) Certificate

We, Vineet Kashyap, “Managing Director” and Ashok Bansal, “Vice President–Finance” to the best of our knowledge and belief, certify that:

- (a) We have reviewed the financial statements and the cash flow statement of the company for the financial year ended 31st March, 2014 and that to the best of our knowledge and belief:
  - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - (ii) these statements together present a true and fair view of the company’s affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the company during the period, which are fraudulent, illegal or violative of the company’s code of conduct
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the auditors and the Audit Committee
  - (i) Significant changes, if any, in internal control over financial reporting during the year;
  - (ii) Significant changes, if any, in accounting policies during the year and the same have been disclosed in the notes to the financial statements; and
  - (iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company’s internal control system over financial reporting.
- (e) We affirm that we have not denied any personnel, access to the audit committee of the company (in respect of matters involving alleged misconduct), and
- (f) We further declare that all board members and senior managerial personnel have affirmed compliance with the code of conduct for the current year.

Place : New Delhi  
Date : 28th May, 2014

Vineet Kashyap  
Managing Director  
DIN: 00038897

Ashok Bansal  
Vice President-Finance

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## Auditors’ Certificate

### Auditors’ Certificate on Compliance of Conditions of Corporate Governance under Clause 49 of Listing Agreement

To  
The Members of B. L. Kashyap And Sons Limited

We have reviewed the records concerning the Company’s compliance of the conditions of Corporate Governance procedures by B.L. Kashyap And Sons Limited, for the year ended on 31st March 2014 as stipulated in Clause 49 of the Listing Agreement(s) entered into by the Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our review was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representation made by the Directors and the Management of the Company, we certify that the Company has complied in all material respects with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement(s).

As required by the Guidance Note issued by the Institute of Chartered Accountant of India, we state that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Shareholders’ Grievance Committee and as per the certificate of the Registrar and Transfer Agent of the Company.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Sood Brij & Associates  
Chartered Accountants  
Firm Registration No. 00350N

A.K. Sood  
Partner

Membership No.14372

Place : New Delhi  
Date : 12th August, 2014

## **Independent Auditors' Report**

**To the Members of B. L. Kashyap and Sons Limited**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of B. L. Kashyap And Sons Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2014, the Statement of Profit and Loss of the Company for the year ended on that date, the Cash Flow Statement of the Company for the year ended on that date and a summary of Significant Accounting Policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ('the Act'). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud, error or otherwise.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- (ii) in the case of the Statement of Profit and Loss, of the Loss for the year ended on that date; and
- (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditors' Report) Order 2003 issued by the Central Government of India in terms of Sub Section 4A of Section 227 of the Companies Act, 1956. We annex hereto a statement on the matters specified in paragraph 4 & 5 of the said order
2. As required by section 227(3) of the Act, we report that:
  - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. 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;
  - c. the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account; and
  - d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956.
  - e. on the basis of written representations received from the directors as on 31st March, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

**For Sood Brij & Associates**  
**Chartered Accountants**  
**Firm Regn. No. 00350N**

**A.K. SOOD**  
**Partner**

**Membership Number: 14372**

**Place : New Delhi**  
**Dated : 28th May, 2014**



## Annexure to the Independent Auditors' Report

The Annexure referred to in Auditors' Report of even date on the accounts for the year ended 31st March, 2014 of B. L. Kashyap And Sons Limited, New Delhi.

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of information available.
- (b) The Company has a practice of physical verification of its fixed assets at reasonable intervals, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. In accordance with such practice, the management has physically verified fixed assets at the year-end and no material discrepancies were noticed on such verification.
- (c) Fixed assets disposed off during the year were not substantial and therefore do not affect the going concern status of the Company.
2. (a) As explained to us, the stores and material at different sites have been physically verified by the management at the year-end.
- (b) In our opinion and according to information and explanations given to us, the procedures of physical verification of stores and material followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to information and explanations given to us, the Company has maintained proper records of its inventories. Discrepancies noticed on physical verification of inventories were not material and have been properly dealt with in the books of accounts.
3. (a) The Company has granted unsecured loans to Companies covered in the register maintained under section 301 of the Companies Act, 1956. The number of parties involved in the transactions including interest, were three and maximum amount involved in the transactions was ₹ 39,396.97 Lakhs and the year-end closing balance was ₹ 39,229.54 Lakhs.
- (b) The amount advanced to parties covered in the register maintained under section 301 of the Companies Act is interest bearing. The rates of interest and other terms and conditions of such loans are not, *prima facie*, prejudicial to the interest of the Company.
- (c) The receipt of the principal amount and interest are as per agreed terms and conditions.
- (d) The principal amounts are repayable as per agreed terms and conditions. There are no overdue amounts with respect to principal and interest amounts.
- (e) The Company has taken unsecured loan from five parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved was ₹ 2,114.65 Lakhs and year-end balance was ₹ 1,413.96 Lakhs.
- (f) In our opinion, the terms and conditions on which loans have been taken from Directors listed in the register maintained under section 301 of the Companies Act, 1956 are not, *prima facie*, prejudicial to the interest of the company.
- (g) The company is regular in repaying the principal amounts as stipulated.
4. In our opinion, and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for purchase of fixed assets, materials and other assets and for providing contract job work services. We have not noted any continuing failure to correct major weakness in the internal controls during the course of the audit.
5. (a) According to the information and explanations given to us we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956, have been made at prices which are reasonable having regard to the prevailing market prices and practices at the relevant time.
6. The Company has not accepted any deposits from the public and consequently, the directives issued by the Reserve Bank of India, the provisions of Sections 58A and 58AA or any other relevant provisions of the Companies Act, 1956 and the rules framed there under are not applicable.
7. The Company has an internal audit system. According to the information and explanations given to us by the management, the company is taking necessary steps in view of increased activities, to strengthen the internal audit systems which commensurate with the size and the nature of its business.
8. The Central Government has under clause (d) of sub section (1) of section 209 of the Companies Act, 1956 has prescribed the cost records to be maintained as per their notification dated 3rd June 2011, called The Companies Cost accounting Records Rules, 2011. As per management and records produced before us, the prescribed accounts and records have been maintained.

## B. L. KASHYAP AND SONS LIMITED

### Annual Report 2013-14

9. (a) According to the information and explanations given to us, and on the basis of our examination of the books of account, the Company has generally been regular in depositing with appropriate authorities undisputed statutory dues except service tax amounting of ₹ 24.81 crores and TDS amounting to ₹ 4.85 crores outstanding for a period of more than six months.
- (b) According to the information and explanations given to us, there were no disputed amounts payable towards Income tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Cess and Central Excise Duty outstanding as on the date of Balance sheet except in the following cases:

Name of the Statute	Nature of Dues	O/s Amount Under Dispute (₹)	Period to which the amount relates	Forum where Dispute is Pending
Income Tax Act	Income Tax Demand	15.83 Crs	A.Y. 2002-2003 To A.Y. 2008-2009	CIT(A)-III, New Delhi
Income Tax Act	Income Tax Demand	2.59 Lacs	A.Y. 2010-2011	CIT(A)-III, New Delhi
Income Tax Act	Income Tax Demand	13.10 Lacs	A.Y.2008-2009	DCIT,TDS,Ward 49(1), New Delhi
Income Tax Act	Income Tax Demand	19.35 Lacs	A.Y 2012-2013	CIT(A)-XXX, New Delhi
Service Tax,Delhi	Service Tax Demand	13.18 Lacs	10.09.2004 TO 16.06.2005	Customs, Excise and Service Tax Tribunal, New Delhi
VAT Act,West Bengal	Vat Demand	80.99 Lacs	2006-2007	Jt. Comm.(A) Commercial Taxes, Kolkata
VAT Act, West Bengal	Vat Demand	37.37 Lacs	2009-2010	Tribunal VAT, Kolkatta
Maharashtra Sales Tax	Vat Demand	16 Lacs	2009-2010	Deputy Commissioner, Sales Tax, Pune

10. The Company has incurred cash loss of ₹ 116.18 crores in the current financial year but no cash loss was incurred in the immediately preceding financial year. The Company does not have accumulated losses at the end of the financial year.
11. The Company has defaulted in repayment of its dues to the Banks. The default amount and period of default is as under:

Party	Principal (₹)	Interest (₹)	Period of Default
Dhanlaxmi Bank	10,62,504	1,35,375	75 Days
Syndicate Bank	NIL	4,04,91,734	59 Days
HDFC Bank	1,19,02,750	NIL	70 Days

12. 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.
13. The Company is not a chit fund, nidhi, mutual benefit fund or a society. Accordingly, clause 4(xiii) of the Order is not applicable.
14. (a) According to the information and explanations given to us, the Company does not trade in shares or other securities. However it has made Investments in the quoted/unquoted equity shares of Companies.
- (b) The Company has maintained proper records of the transactions and contracts. On our examination of the records, we found that timely entries have been made therein.
- (c) All the investments are held in the name of the Company and its nominees.
15. According to the information and explanations given to us, the terms and conditions on which the Company has given guarantee for loans taken by others from banks and financial institutions are not prejudicial to the interest of the Company.
16. According to the information and explanation given to us, the term loans availed by the Company were applied for the purposes for which the loans were obtained.
17. According to the information and explanations given to us, and on an overall examination of the Financial Statements of the Company, we are of the opinion that, prima facie short term funds have not been used for long term purposes.
18. During the year the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. The Company has not issued Debentures during the year. Accordingly, clause 4(xix) of the order is not applicable.

- 20 The Company has not raised any money by public issue, during the year.
21. According to the information and explanations given to us and to the best of our knowledge and belief, no fraud on or by the Company has been noticed or reported by the Company during the year.

**For Sood Brij & Associates**  
**Chartered Accountants**  
**Firm Regn. No. 00350N**

**A.K. SOOD**  
**Partner**

**Membership Number: 14372**

**Place : New Delhi**  
**Dated : 28th May, 2014**

**BALANCE SHEET AS AT 31ST MARCH, 2014**

(Amount in ₹)

Particulars		Note No.	As at 31st March, 2014	As at 31st March, 2013
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' funds</b>			
	(a) Share capital	4	205,440,000	205,440,000
	(b) Reserves and Surplus	5	4,642,580,318	5,503,798,556
	A		4,848,020,318	5,709,238,556
<b>2</b>	<b>Non-current liabilities</b>			
	(a) Long-term borrowings	6	1,127,168,258	524,091,762
	(b) Other Long term liabilities	7	1,275,799,174	1,565,752,502
	(c) Long-term provisions	8	77,521,568	75,574,311
	B		2,480,489,000	2,165,418,575
<b>3</b>	<b>Current liabilities</b>			
	(a) Short-term borrowings	9	3,463,320,242	2,753,264,423
	(b) Trade payables	10	2,709,376,972	2,966,212,425
	(c) Other current liabilities	11	3,397,169,741	4,678,678,319
	(d) Short-term provisions	12	180,162	23,098,538
	C		9,570,047,117	10,421,253,705
	A+B+C	<b>TOTAL</b>	16,898,556,435	18,295,910,836
<b>II.</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-current assets</b>			
	(a) Fixed assets			
	(i) Tangible assets	13	1,284,232,876	1,457,488,223
	(ii) Intangible assets		4,131,168	6,751,914
	(iii) Capital Work in Progress		44,941,611	44,772,307
	(b) Non-current investments	14	139,157,567	191,429,300
	(c) Deferred tax assets (net)		530,568,226	14,123,110
	(d) Long-term loans and advances	15	4,047,608,614	3,849,058,569
	D		6,050,640,062	5,563,623,423
<b>2</b>	<b>Current assets</b>			
	(a) Inventories	16	4,092,361,976	5,170,146,030
	(b) Trade receivables	17	4,263,313,972	5,053,429,894
	(c) Cash and cash equivalents	18	98,609,175	98,973,661
	(d) Short-term loans and advances	19	540,309,234	580,744,783
	(e) Other current assets	20	1,853,322,016	1,828,993,045
	E		10,847,916,373	12,732,287,413
	D+E	<b>TOTAL</b>	16,898,556,435	18,295,910,836

General Information and Significant Accounting Policies

1 & 2

Other Notes on Accounts

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The Notes are an integral part of these financial statements

This is the Balance Sheet referred to in our report of even date

For and on behalf of the Board of Directors

**For Sood Brij & Associates**  
Chartered Accountants  
Firm Regn. no. 00350N

**Vinod Kashyap**  
Chairman  
DIN:00038854

**A.K. Sood**  
Partner  
Membership No.-14372

**Vineet Kashyap**  
Managing Director  
DIN:00038897

Place : New Delhi  
Dated : 28th May, 2014

**Pushpak Kumar**  
Company Secretary

**Ashok Bansal**  
Vice President (Finance)

**Vikram Kashyap**  
Joint Managing Director  
DIN:00038937

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2014

(Amount in ₹)

Particulars	Note No.	Year ended 31st March, 2014	Year ended 31st March, 2013
<b>I.</b> Revenue from operations	21	12,824,874,556	15,083,162,662
<b>II.</b> Other income	22	280,133,880	377,365,907
<b>III. Total Revenue (I + II)</b>		<b>13,105,008,436</b>	<b>15,460,528,569</b>
<b>IV. Expenses:</b>			
Cost of materials consumed	23	6,613,201,127	7,690,757,250
Changes in inventories of work-in-progress and Stock-in-Trade	24	52,101,193	91,922,782
Sub Contract Work		2,386,056,411	2,576,080,832
Employees' benefits expenses	25	2,374,337,640	2,793,178,894
Finance costs	26	922,598,873	987,173,779
Depreciation and amortization expenses	13	215,838,761	242,552,307
Other expenses	27	1,035,779,750	1,023,795,059
<b>Total expenses</b>		<b>13,599,913,755</b>	<b>15,405,460,903</b>
<b>V. Profit before exceptional and extraordinary items and tax (III-IV)</b>		<b>(494,905,319)</b>	<b>55,067,666</b>
<b>VI. Exceptional items</b>		<b>815,506,021</b>	<b>(22,401,894)</b>
<b>VII. Profit before extraordinary items and tax (V - VI)</b>		<b>(1,310,411,340)</b>	<b>77,469,560</b>
<b>VIII. Extraordinary Items</b>		<b>-</b>	<b>-</b>
<b>IX. Profit before tax (VII- VIII)</b>		<b>(1,310,411,340)</b>	<b>77,469,560</b>
<b>X Tax expense:</b>			
(1) Current tax		-	10,941,452
(2) Deferred tax Liability (Asset)		(516,445,116)	(17,587,540)
(3) Prior Period Tax Adjustments		67,252,015	-
<b>XI. Profit (Loss) for the period from continuing operations</b>		<b>(861,218,239)</b>	<b>84,115,648</b>
<b>XII. Profit/(Loss) from discontinuing operations</b>		<b>-</b>	<b>-</b>
<b>XIII. Tax expense of discontinuing operations</b>		<b>-</b>	<b>-</b>
<b>XIV. Profit/(Loss) from Discontinuing Operations (after tax)</b>		<b>-</b>	<b>-</b>
<b>XV. Profit (Loss) for the period</b>		<b>(861,218,239)</b>	<b>84,115,648</b>
<b>XVI. Earnings per equity share:</b>			
(1) Basic		(4.19)	0.41
(2) Diluted		(4.19)	0.41
Face value of each Equity Share		₹ 1	₹ 1

General Information and Significant Accounting Policies

1 & 2

Other Notes on Accounts

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The Notes are an integral part of these financial statements

This is the Statement of Profit & Loss referred to in our report of even date

For and on behalf of the Board of Directors

**For Sood Brij & Associates**  
Chartered Accountants  
Firm Regn. no. 00350N

**Vinod Kashyap**  
Chairman  
DIN:00038854

**A.K. Sood**  
Partner  
Membership No.-14372

**Vineet Kashyap**  
Managing Director  
DIN:00038897

Place : New Delhi  
Dated : 28th May, 2014

**Pushpak Kumar**  
Company Secretary

**Ashok Bansal**  
Vice President (Finance)

**Vikram Kashyap**  
Joint Managing Director  
DIN:00038937

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014**

(Amount in ₹)

Particulars	Year ended		Year ended	
	31st March, 2014		31st March, 2013	
<b>A Cash Flow From Operating Activities</b>				
Net Profit/(Loss) before tax & extra-ordinary items		(1,310,411,340)		77,469,560
Adjustment for :				
- Depreciation	215,838,761		242,552,307	
- Interest Expenses	922,598,873		987,173,779	
- Bad Debts	142,913,771		-	
- Loss/(Profit) on Fixed Assets/Investments sold	32,202,624		10,782,521	
- Interest Received	(301,394,092)		(385,281,007)	
- Dividend Received	(1,195,400)	1,010,964,537	(434,103)	854,793,498
Operating Profit Before Working				
<b>Capital Changes</b>		(299,446,803)		932,263,058
Adjustment for :				
- Decrease/(Increase) in Trade And Other Receivables	464,758,684		956,222,785	
- Decrease/(Increase) in Inventories	1,077,784,053		(47,601,142)	
- Increase/(Decrease) in Trade And Other Payables	(1,114,262,423)	428,280,314	(379,453,911)	529,167,732
Cash Generated From Operations		128,833,511		1,461,430,790
- Advance Tax / Wealth Taxes paid		67,252,015		10,941,452
Net Cash From Operating Activities		<b>61,581,496</b>		<b>1,450,489,338</b>
<b>B Cash Flow From Investing Activities</b>				
- Proceeds from Sale of Fixed Assets		71,562,777		14,460,848
- Proceeds from Sale of Investments		22,479,944		-
- Interest Received		301,394,092		385,281,007
- Dividend Received		1,195,400		434,103
- Purchase of Fixed Assets		(114,105,582)		(71,143,260)
Net Cash (Used In)/From Investing Activities		<b>282,526,631</b>		<b>329,032,698</b>
<b>C Cash Flow From Financing Activities</b>				
- Proceeds from Borrowings		578,126,260		(765,036,182)
- Dividends paid (including tax thereon)		-		(10,241,029)
- Interest and Finance Charges Paid		(922,598,873)		(987,173,779)
Net Cash (Used in)/From Financing Activities		<b>(344,472,613)</b>		<b>(1,762,450,990)</b>
Net Increase In Cash And Equivalents		(364,486)		17,071,045
Cash And Cash Equivalents (Opening Balance)		98,973,661		81,902,616
Cash And Cash Equivalents (Closing Balance)		<b>98,609,175</b>		<b>98,973,661</b>
<b>Notes :</b>				
Cash and cash equivalents include :-				
Cash, cheque in hand and remittance in transit		61,208,170		33,044,775
Balance with Schedule Banks,Cheques in Hand & Fixed Deposits		37,401,005		65,928,886
<b>Total</b>		<b>98,609,175</b>		<b>98,973,661</b>

General Information and Significant Accounting Policies

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Notes on Accounts

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The Notes are an integral part of these financial statements

In terms of our audit report of even date

For and on behalf of the Board of Directors

**For Sood Brij & Associates**  
Chartered Accountants  
Firm Regn. no. 00350N

**Vinod Kashyap**  
Chairman  
DIN:00038854

**A.K. Sood**  
Partner  
Membership No.-14372

**Vineet Kashyap**  
Managing Director  
DIN:00038897

Place : New Delhi  
Dated : 28th May, 2014

**Pushpak Kumar**  
Company Secretary

**Ashok Bansal**  
Vice President (Finance)

**Vikram Kashyap**  
Joint Managing Director  
DIN:00038937

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### Note 1: General Information

B.L. Kashyap And Sons Ltd (BLK) is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Founded in 1978 as a partnership firm, BLK owes its success to Shri B L Kashyap, a veteran construction professional. Incorporated as a limited company in 1989. Today, BLK is one of India's most respected construction and infrastructure development companies with a pan India presence. Our service portfolio extends across the construction of factories and manufacturing facilities, IT campuses, commercial & residential complexes, malls and hotels.

### Note 2 : Significant Accounting Policies

The Company follows mercantile basis of accounting. The accounts are prepared on historical cost on going concern basis and are consistent with generally accepted accounting principles and materially comply with the notified Accounting Standards by the Companies (Accounting Standards) Rules 2006 (as amended) and the relevant provisions thereof. The significant Accounting policies followed by the Company are as stated below:

#### 2.1 Fixed Assets

Fixed Assets are shown at cost less accumulated depreciation. Cost comprises of purchase price, import duties and other non refundable taxes or levies and any other directly attributable costs.

#### 2.2 Depreciation

- Depreciation is provided on Written down value method at rates specified in Schedule XIV to the Companies Act, 1956
- Items of Fixed Assets costing upto ₹ 5,000 are depreciated fully in the year of purchase
- Leasehold improvements are being written-off over the lease period

#### 2.3 Borrowing Costs

Borrowing Costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

#### 2.4 Investments

Investments are classified as Current and Long-term, Current Investments are stated at lower of cost and fair value. Long-term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of Long-term Investments.

#### 2.5 Inventory

- Work-in-progress including materials at sites is valued at cost.
- Stock in Trade is valued at lower of cost and net realizable value.

#### 2.6 Revenue & Expenditure Recognition

Revenue from construction is recognized as follows:

Contract revenue represents the cost of work performed on the contract plus proportionate margin using the percentage of completion method. Percentage of completion is determined as a proportion of cost of work performed to date to the total estimated contract costs.

Full provision is made for any loss in the period in which it is foreseen. Project and construction related work in progress is reflected at cost till such time the outcome of the job cannot be ascertained reliably and at realizable value thereafter. The above policy is not materially different from the policy hitherto being followed and therefore there is no material variation in revenue booked.

#### 2.7 Use of Estimates

The preparation of financial statements is in conformity with generally accepted accounting principals. It requires estimates and assumptions to be made which affect the reported amounts of assets and liabilities on the date of the financial statements, and the reported amount of revenue and expenses during the reporting period. Difference between actual results and estimates are recognized in the year in which the results are known / materialized.

#### 2.8 Employees Retirement Benefits

The company has accounted for liability towards Gratuity and Leave Encashment on the basis of actuarial valuation.

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**2.9 Provision for Current and Deferred Tax**

Provision for current tax is made after taking into consideration various benefits and disallowances as per the Income Tax Act 1961. Deferred tax in accordance with AS-22 is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originates in one period and is capable of reversal in one or more subsequent periods.

**2.10 Cash Flow Statement**

Cash Flows are reported as per the indirect method as specified in the Accounting Standard (AS-3), 'Cash Flow Statement'.

**2.11 Impairment of Assets**

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired.

**2.12 Foreign Currency Transactions**

(I) Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount, the exchange rate between the reporting currency and the foreign currency at the date of the transaction

(II) Conversion

Foreign Currency monetary items are reported using the closing rate. Non monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction and non-monetary items which are carried at fair value or similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

(III) Exchange Difference

Exchange difference arising on settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

**Note 3- Other Notes on Accounts**

**Contingent Liabilities :**

**3.1.1 Claims against the company not acknowledged as debts:**

(a) Out of Income Tax demand of ₹ 889,672,882 raised us 153A/143(3) in Assessment proceedings for the year 2002-2003 to 2008-09 & 2010-2011, ₹ 731,084,125 has been deposited/adjusted. The Company has filed appeals before The Commissioner of Income Tax (Appeals) II & III, New Delhi contesting whole of the demand which is based on addition made on the basis of legal issues/technical/adhoc basis.

(b) Other demands not acknowledged as liability:- (₹ in Lacs)

Income Tax TDS	32.45
Service Tax	13.18
VAT	134.36

(c) Additional Demand of 592.76 Crores from Provident Fund Authorities for the period from 01-04-2005 to 31-12-2010 has since been set aside by Employees Provident Fund Appellate Tribunal, New Delhi.

(d) The company has not provided for penal and overdue interest on the Outstanding Loans as on 31 March 2014. The aggregate of such penal and overdue interest of ₹ 45,184,302

(e) Additional tax liability, if any pending assessments is indeterminate.

(f) No disputed/legal cases which may have any material and adverse financial implication pending against the company.

**3.1.2 Guarantees :**

(a) Liability in respect of Bank Guarantees is ₹ 1,421,204,208 (Previous year ₹ 1,514,170,168)

(b) Liability in respect of Letter of Credits is NIL (Previous year ₹ 29,976,479)

(c) Corporate Guarantees' of ₹ 200,65,81,468 (Previous year ₹ 2,461,353,998) in favour of:-

- Clients ₹ 766,581,468
- Subsidiaries ₹ 1,240,000,000



## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### 3.1.3 : Other Money for which the Company is liable :

Estimated amount of contracts remaining to be executed on Capital Account and not provided for ₹ NIL Previous Year (₹ 1,111,569)

#### Related Party Disclosure

#### 3.2.1 List of Related Parties

##### A. Enterprises in which the Company has control

- i Security Information Systems (India) Ltd.
- ii B.L.K. Lifestyle Ltd.
- iii BLK Infrastructure Ltd.
- iv Soul Space Projects Ltd.
- v Soul Space Realty Ltd.
- vi Soul Space Hospitality Ltd.

##### Relationship

- Wholly owned subsidiary
- Wholly owned subsidiary
- Wholly owned subsidiary
- Subsidiary
- Step Down Subsidiary
- Step Down Subsidiary

##### B. Other related Parties

##### (i) Joint Ventures

- BLK NCC Consortium
- BLK-BILIL Consortium

##### (ii) Associates

- (a) B.L.K. Financial Services Ltd.
- (b) B.L.K. Securities Pvt. Ltd.
- (c) Ahuja Kashyap Malt Pvt. Ltd.
- (d) Bezel Investments & Finance Pvt. Ltd.
- (e) B.L. Kashyap & Sons
- (f) Kasturi Ram Herbal Industries
- (g) Aiyana Trading Pvt. Ltd.
- (h) Chrysalis Trading Pvt. Ltd.
- (i) Chrysalis Realty Projects (P) Ltd.
- (j) EON Auto Industries Pvt. Ltd.
- (k) Suryakant Kakade & Soul Space
- (l) Asha Jyoti Software Pvt. Ltd.
- (m) BL Kashyap & Sons HUF

##### Status

- Limited Company
- Private Limited Company
- Private Limited Company
- Private Limited Company
- Partnership Firm
- Partnership Firm
- Private Limited Company
- Private Limited Company
- Private Limited Company
- Private Limited Company
- Partnership Firm
- Private Limited Company
- HUF

##### (iii) Key Management Personnel

- (a) Mr. Vinod Kashyap
- (b) Mr. Vineet Kashyap
- (c) Mr. Vikram Kashyap

- Chairman
- Managing Director
- Joint Managing Director

##### (iv) Relatives of Key Management Personnel

- (a) Mr. Mohit Kashyap
- (b) Mrs. Malini Kashyap Goyal
- (c) Mr. Saurabh Kashyap
- (d) Mrs. Anjoo Kashyap
- (e) Mrs. Aradhana Kashyap
- (f) Mrs. Amrita Kashyap
- (g) Mrs. Nitika Nayar Kashyap
- (h) Mrs. Shruti Chaudhari
- (i) Mrs Sanjana Kashyap Kapoor
- (j) Mr. Sahil Kashyap
- (k) Mrs Ishita Kashyap

- Son of Mr.Vinod Kashyap
- Daughter of Mr.Vinod Kashyap
- Son of Mr.Vineet Kashyap
- Wife of Mr. Vinod Kashyap
- Wife of Mr. Vineet Kashyap
- Wife of Mr. Vikram Kashyap
- Wife of Mr.Mohit Kashyap
- Daughter of Mr. Vineet Kashyap
- Daughter of Mr. Vikram Kashyap
- Son of Mr. Vikram Kashyap
- Wife of Mr. Saurabh Kashyap

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**3.2.2 Transactions with related parties during the year :**

(₹ in Lacs)

Description	Subsidiaries		Joint Venture		Associates		Key Management		Relatives	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
Job Works Dealing Expenses	1,508.38	165.60	-	-	-	-	-	-	-	-
<i>Previous Year</i>	1,107.60	290.50	116.45	-	-	-	-	-	-	-
Inter-Corporate Deposits	2,751.00	2,956.30	-	-	699.69	1,331.69	-	-	-	-
<i>Previous Year</i>	1,824.60	10,566.06	-	-	-	-	-	-	-	-
Interest on ICD	2,934.08	-	-	-	-	55.62	-	-	-	-
<i>Previous Year</i>	3,386.52	0.54	-	-	-	-	-	-	-	-
Remuneration Paid	-	-	-	-	-	-	-	-	-	49.46
<i>Previous Year</i>	-	-	-	-	-	-	-	72.00	-	40.82
Rent Paid	-	6.59	-	-	-	5.84	-	12.00	-	-
<i>Previous Year</i>	-	7.02	-	-	-	5.27	-	12.00	-	-
Medical Expenses	-	-	-	-	-	-	-	2.49	-	-
<i>Previous Year</i>	-	-	-	-	-	-	-	0.73	-	-
Loan from Directors	-	-	-	-	-	-	439.00	997.00	-	-
<i>Previous Year</i>	-	-	-	-	-	-	125.00	349.00	-	-
<b>Closing Balance</b>	<b>45,457.09</b>	<b>35.00</b>	<b>241.33</b>	<b>-</b>	<b>-</b>	<b>672.66</b>	<b>-</b>	<b>819.47</b>	<b>-</b>	<b>25.70</b>
<i>Previous Year</i>	43,140.53	44.75	243.64	38.78	-	7.91	-	231.92	-	-

In respect of above parties there is no provision for doubtful debts as on 31-03-2014 and no amount is written off or written back during the year in respect of debt/loan & advances due from/to them.

**3.3 Impairment of Assets**

In accordance with the Accounting Standard – 28 on “Impairment of Assets” issued by the Institute of Chartered Accountants of India, no Asset has been identified for impairment by the Company during the year.

**3.4** All borrowing costs have been charged to revenue; hence no cost is attributable to acquisition or Construction of qualifying assets.

**3.5 DEFERRED TAX**

(Amount in ₹)

Deferred Tax Liability (Assets) on account of :	2013-2014	2012-2013
- Depreciation	26,032,364	29,401,102
- Accrued Gratuity & Leave Encashment provision	(25,151,873)	(24,520,085)
- Prepaid Processing Fee	-	1,902,549
- Long Term Capital Loss	(3,128,612)	(3,699,470)
- Business Loss	(477,315,448)	-
- Disallowances under section 43B of Income Tax Act, 1961	(32,543,019)	-
- Bonus Provisions	(18,461,638)	(17,207,205)
Net Deferred Tax Liability (Asset)	(530,568,226)	(14,123,110)

In accordance with “Accounting Standard 22” the Company has recognised the deferred tax Asset as at 31st March, 2014 amounting to ₹ 516,445,116 and has charged the same to statement of Profit & Loss. (Previous year deferred tax Asset ₹ 17,587,540)

**3.6 Earning per Share (EPS)**

(Amount in ₹)

Particulars	2013-2014	2012-2013
a. Net Profit available for Equity Shareholders	(861,218,239)	15,881,652
b. Number of Equity Shares used as denominator for calculation of EPS	205,440,000	205,440,000
c. Basic and Diluted Earnings per Equity Share of ₹1 each	(4.19)	0.08

**3.7** Balances with the Parties are subject to Confirmations.

**3.8** In the opinion of the board of directors all its assets other than fixed assets and non-current investments have a value on realization in the ordinary course of business at least equal to the amounts at which they are stated in the Balance Sheet.

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

3.9 Additional information pursuant to Para 5 of Part II of Schedule VI to the Companies Act, 1956 to the extent applicable.

(Amount in ₹)

Expenditure in Foreign Currency on account of (Amount in ₹)	2013-2014	2012-2013
a. Traveling Expenses	936,867	1,127,061
b. Technical Fees	5,236,544	1,116,366
c. CIF Value of Imports of Assets	10,339,847	—

3.10 On the basis of confirmation obtained from suppliers who have registered themselves under the Micro Small Medium Enterprise Development Act, 2006 (MSMED Act, 2006) and based on the information available with the company, the balance due to Micro & Small Enterprises as defined under the MSMED Act, 2006 are as follows:-

(Amount in ₹)

S.No.	Details of dues to Micro, Small and Medium Enterprises As per MSMED Act, 2006	2013-2014	2012-2013
1	The Principal amount and the interest due thereon remaining unpaid to any Suppliers as at the end of Year. - Principal Amount Unpaid - Interest Due	19,893,703 4,589,064	22,348,669 1,925,383
2	The amount of interest paid by the buyer in terms of section-18 of the Micro Small and Medium Enterprises Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year.	—	—
3	The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year,) but without adding the interest specified under Micro Small and Medium Enterprises Development Act, 2006.	—	—
4	The amount of interest accrued and remaining unpaid at the end of the year.	4,589,064	1,955,460
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above or actually paid to the small enterprises for the purpose of disallowance as a deductible expenditure under section 23 Micro Small and Medium Enterprises Development Act, 2006.	2,633,604	1,955,460

3.11 The following table sets out the status of the gratuity/leave encashment plan and other benefits as required under the revised Accounting standard -15 issued by The Institute of Chartered Accountants of India.

a) Gratuity Liability As Recognized in The Balance Sheet:-

(Amount in ₹)

Sl. No	Particulars	31st March, 2014
a	Present value of obligation	(72,269,566)
b	Fair value of plan assets	—
c	Net assets(liability) recognized in balance sheet as provision	(72,269,566)

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**b) Gratuity Expense recognized in the Statement of Profit and Loss Account**

		(Amount in ₹)
Sl. No	Particulars	31st March, 2014
a)	Present value of obligation as at the beginning of the period (1 April, 2013)	70,656,855
b)	Acquisition adjustment	-
c)	Interest cost	5,652,548
d)	Past service cost	-
e)	Current service cost	9,417,983
f)	Benefits paid	(40,875)
g)	Actuarial (gain)loss on obligation	(13,416,945)
h)	Expenses recognized in the statement of profit & losses	-
i)	Present value of obligation as at the end of period (31st March, 2014)	72,269,566

**c) Leave Encashment Liability Recognized in The Balance Sheet:-**

		(Amount in ₹)
Sl. No	Particulars	31st March, 2014
a)	Present value of obligation as at the end of the period	5,252,002
b)	Fair value of plan assets as at the end of the period	-
c)	Funded status	(5,252,002)
d)	Excess of actual over estimated	-
e)	Unrecognized actuarial (gain)loss	-
f)	Net asset(liability) recognized in balance sheet	(5,252,002)

**d) Leave Encashment Expense recognized in the Statement of profit and loss:-**

		(Amount in ₹)
Sl. No	Particulars	31st March, 2014
a)	Current service cost	931,040
b)	Past service cost	-
c)	Interest cost	393,396
d)	Expected return on plan assets	-
e)	Curtailement cost(credit)	-
f)	Settlement cost(credit)	-
g)	Net actuarial (gain)loss recognized in the period	(989,890)
h)	Expenses recognized in the statement of profit & loss	334,546

**3.12 Auditors Remuneration**

		(Amount in ₹)	
Sl. No	Particulars	2013-2014	2012-13
a)	Audit Fees	900,000	650,000
b)	Tax Audit Fees	350,000	150,000
c)	Other Certification Charges	325,000	200,000
d)	Other Charges	300,000	100,000
e)	Service Tax Reimbursement	46,350	135,960
	<b>Total</b>	<b>1,921,350</b>	<b>1,235,960</b>

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### 3.13 Segmental Reporting

The company has only one reportable business segment i.e. civil contracts. The company operates a hotel in Mussourrie and also trades in residential flats. However, these are not "Reportable Segments" as per clause 27 of AS17, as the revenue from these sources is less than 10% of the total revenue. The company operates in only one geographical segment viz. India

3.14 The Company has not paid remuneration to whole time Directors (Previous Year ₹ 7,200,000).

3.15 Disclosure pursuant to Accounting Standard 7 as prescribed under Companies Accounting Standards Rules on Accounting in respect of the contracts in progress at the reporting date:-

(Amount in ₹)

Sl. No	Particulars	2013-2014	2012-13
a.	Contract revenue recognised as revenue in the Period	12,521,304,202	14,081,872,974
b.	Contract costs incurred and recognised profits (less recognised losses) upto the reporting date	11,924,690,330	14,817,048,767
c.	Retention money retained	1,113,215,394	852,199,357
d.	Advance received	1,689,519,561	2,578,993,042
e.	Gross amount due from customers for contract work	3,304,950,532	3,805,694,011
f.	Gross amount due to customers for contract work	1,969,251,613	1,566,042,811

3.16 Previous year's figures have been re-grouped, rearranged to make them comparable with figures of current year, wherever considered necessary.

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 4- Share Capital**

Share Capital	As at 31st March, 2014		As at 31st March, 2013	
	Number	₹	Number	₹
<b>Authorised</b> Equity Shares of ₹ 1 each	250,000,000	250,000,000	250,000,000	250,000,000
<b>Issued</b> Equity Shares of ₹ 1 each	205,440,000	205,440,000	205,440,000	205,440,000
<b>Subscribed &amp; Paid up</b> Equity Shares of ₹ 1 each	205,440,000	205,440,000	205,440,000	205,440,000
<b>Total</b>	205,440,000	205,440,000	205,440,000	205,440,000

**a. Reconciliation of shares outstanding at the beginning and at the end of reporting period**

Particulars	Equity Shares		Preference Shares	
	Number	₹	Number	₹
Shares outstanding at the beginning of the year	205,440,000	205,440,000	-	-
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	205,440,000	205,440,000	-	-

**b. Details of Shareholders holding more than 5% shares in company**

Name of Shareholder	As at 31st March, 2014		As at 31st March, 2013	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Vinod Kashyap*	48,566,600	23.64	48,566,600	23.64
Vineet Kashyap	48,932,330	23.82	48,932,330	23.82
Vikram Kashyap	48,616,750	23.66	48,616,750	23.66

Note: Holding of Mr. Vinod Kashyap includes Shares pledged with L&T Infrastructure Finance Limited, the lender has invoked 7882522 equity shares on 28.03.2014 and transferred the same to their own demat account till the time B. L. Kashyap and Sons Limited clears their overdues.

**c. Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date**

Particulars	Year (Aggregate No. of Shares)				
	2013-14	2012-13	2011-12	2010-11	2009-10
<b>Equity Shares :</b>					
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	102,720,000	-
Shares bought back	-	-	-	-	-
<b>Preference Shares :</b>					
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	-	-
Shares bought back	-	-	-	-	-

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### Note 5- Reserves and Surplus

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
<b>a. Securities Premium Account</b>		
Opening Balance	1,899,480,000	1,899,480,000
Less: Premium Utilised For Issuing Bonus Shares	-	-
Closing Balance	1,899,480,000	1,899,480,000
<b>b. General Reserves</b>		
Opening Balance	1,055,309,350	1,055,309,350
(+) Current Year Transfer	-	-
Closing Balance	1,055,309,350	1,055,309,350
<b>c. Surplus</b>		
Opening balance	2,549,009,207	2,476,831,933
(+) Net Profit/(Net Loss) For the current year	(861,218,239)	84,115,648
(-) Proposed Dividends	-	10,272,000
(-) Dividend Tax	-	1,666,375
Closing Balance	1,687,790,968	2,549,009,206
<b>Total</b>	<b>4,642,580,318</b>	<b>5,503,798,556</b>

### Note 6- Long Term Borrowings

Particulars	As at 31st March, 2014	As at 31st March, 2013
<b>Secured</b>		
(a) Term loans		
- From Banks	1,054,972,268	362,492,146
- From Other Parties	-	161,599,616
	<b>1,054,972,268</b>	<b>524,091,762</b>
<b>Unsecured</b>		
(a) Term loans		
- From related parties	63,200,000	-
- From Others	8,995,990	-
	<b>72,195,990</b>	<b>-</b>
<b>Total</b>	<b>1,127,168,258</b>	<b>524,091,762</b>

#### Secured Loans

##### (a) Term Loans From Banks

1. Union Bank of India - ₹ 85,254,996 (Previous Year ₹ 85,254,996)

*(Loan from Union bank of India, are secured by way of first paripassu charge on Fixed Assets of Company except those specifically charged to financial Institutions/bank for term loans of machinery & vehicles and personal Guarantees of whole time Directors)*

2. Syndicate Bank - ₹ 1,000,000,000 (Previous Year ₹ 1,000,000,000)

Interest ₹ 40,491,734 delayed by 59 days.

*(Loan from Syndicate Bank secured by Subservient charge by way of hypothecation on all the Movable Assets, Current Assets, receivables and fixed assets & personal guarantees of whole - time Directors)*

3. State Bank of India ₹ 268,200,000 (Previous Year ₹ 508,200,000)

*(Loan from State Bank of India is secured by First pari passu charge over entire present, future Current Assets and pledge of company shares held by whole time directors)*

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**(b) Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors**

- From HDFC Bank Ltd. - Loans outstanding as at 31st March, 2014 - ₹ 70,886,134 (Previous Year ₹ 106,932,996)  
Principal Amount ₹ 11,902,750 delayed by 70 days
- From Dhanlaxmi Bank Ltd. - Loans outstanding as at 31st March, 2014 - ₹ 5,028,020 (Previous Year ₹ 8,901,731)  
Principal Amount ₹ 1,062,504 & Interest ₹ 135,375 delayed by 75 days

**(c) Loans Secured Against Hypothecation of Cars And Personal Guarantee of Whole - Time Directors**

From HDFC Bank Ltd. - Loans outstanding as at 31st March, 2014 - ₹ 674,516 (Previous Year ₹ 1,373,967)

**(d) Term Loans From Others**

- From L & T Infrastructure Finance Company Ltd. ₹ 40,968,141 (Previous Year ₹ 124,999,997)  
The Lender has invoked the pledged security of 7,882,522 equity shares of holding of Mr. Vinod Kashyap in the company by transferring the shares in their demat account. No adjustment on this account has been made  
Principal Amount ₹ 40,968,141 delayed by 211 days  
*(Loans secured by Subservient charge by way of hypothecation on all the Movable Assets, Current Assets, receivables and fixed assets & personal guarantees of whole - time Directors)*
- From Reliance Capital Ltd. - Loans outstanding as at 31st March, 2014 - ₹ 3,031,912 (Previous Year ₹ 25,390,971)  
Principal Amount ₹ 774,572 & Interest ₹ 34,740 delayed by 58 days each.  
(Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors)
- From Srei Equipment Finance Limited. - Loan outstanding as at 31st March, 2014 ₹ 196,467,534 (Previous Year ₹ 372,025,015)  
Principal Amount ₹ 48,265,850 & Interest ₹ 7,064,586 delayed by 85 days.  
*(Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors)*  
*The above breakup of total loans as shown in a & b is ₹ 1,670,511,253 in aggregate. Out of which, an amount of ₹ 1,054,972,268 is shown under Long Term loans as per Note 6 and the balance of ₹ 615,538,985 is shown as part of the current maturities of Long term debt under other Current Liabilities as per Note 10 in terms of requirements of schedule VI to the Companies Act, 1956*

**Note 7- Other Long Term Liabilities**

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
Sundry Creditors (Long Term)	224,427,222	154,037,497
Mobilisation Advance from Customers (Long Term)	1,051,371,952	1,411,715,005
<b>Total</b>	<b>1,275,799,174</b>	<b>1,565,752,502</b>

*In the opinion of management, the Sundry Creditors Trade (Long Term) payable are those Sundry Creditors which are outstanding for a period of more than one year and hence not in operating cycle of the company.*

**Note 8- Long Term Provisions**

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
Provision for employee benefits		
Gratuity (unfunded)	72,269,566	70,656,855
Leave Encashment (unfunded)	5,252,002	4,917,456
<b>Total</b>	<b>77,521,568</b>	<b>75,574,311</b>



## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### Note 9- Short Term Borrowings

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
<b>Secured</b>		
<b>Loans Repayable on demand</b>		
From Banks	3,385,124,437	2,730,864,423
[Refer to note (a) below]	3,385,124,437	2,730,864,423
<b>Unsecured</b>		
<b>Loans Repayable on demand</b>		
From Directors	78,195,805	22,400,000
	78,195,805	22,400,000
<b>Total</b>	<b>3,463,320,242</b>	<b>2,753,264,423</b>

#### Note : Working Capital Facility From Banks

*(Secured by way of first pari passu charge on Current Assets of the company and Second pari passu charge on Fixed Assets of the Company except those specifically charged to Financial Institutions/banks/others for term Loans of machinery & vehicles and Personal Guarantees of whole time Directors).*

### Note 10- Trade payables

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
Creditors (MSME)	19,893,703	22,348,669
Creditors (Others)	2,689,483,269	2,943,863,756
<b>Total</b>	<b>2,709,376,972</b>	<b>2,966,212,425</b>

### Note 11- Other Current Liabilities

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
(a) Current maturities of long-term debt	1,083,259,670	1,818,265,725
(b) Interest accrued but not due on borrowings	198,978	737,956
(c) Interest accrued and due on borrowings	80,825,277	74,087,388
(d) Unclaimed dividends	195,315	179,335
(e) Application money received for allotment of securities and due for refund	-	256,700
(f) Other payables		
- Statutory Dues	524,923,170	423,487,663
- Mobilisation Advance	639,858,468	1,231,302,842
- Others	1,067,908,863	1,130,360,709
<b>Total</b>	<b>3,397,169,741</b>	<b>4,678,678,318</b>

#### (a) Current maturities of long term debts

1. ECL Finance Limited - NIL (Previous Year ₹ 51,166,049)

(Secured by Personal Guarantee of Directors & Pledge of Shares from Whole Time Directors)

2. L&T Infrastructure Finance Company Limited

The Lender has invoked the pledged security of 7,882,522 equity shares of holding of Mr. Vinod Kashyap in the company by transferring the shares in their demat account. No adjustment on this account has been made

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 12- Short Term Provisions**

(Amount in ₹)

<b>Particulars</b>	<b>As at 31st March, 2014</b>	<b>As at 31st March, 2013</b>
Others		
Income Tax Provisions	–	10,941,452
Proposed Dividend	–	10,272,000
Provision for Dividend Tax	–	1,666,375
Provision for Wealth Tax	180,162	218,711
<b>Total</b>	<b>180,162</b>	<b>23,098,538</b>

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### Note 13- Fixed Assets

Items	Gross Block At Cost			Depreciation			Written Down Value			
	As At 1st April, 2013	Add	Sales/ Adjust	Total	As At 1st April, 2014	Sales/ Adjust	For The Year	Total	As At 31st March, 2014	As At 31st March, 2013
<b>TANGIBLE ASSETS</b>										
BUILDING	300,000	-	-	300,000	205,775	-	4,711	210,486	89,514	94,225
Leasehold Improvements	37,409,342	-	-	37,409,342	20,785,260	-	4,156,020	24,941,280	12,468,062	16,624,082
<b>PLANT &amp; MACHINERY</b>										
Machinery	805,001,708	5,246,230	38,622,955	771,624,983	376,646,688	20,561,153	58,723,731	414,809,266	356,815,717	428,355,020
Office Equipments	7,720,286	868,987	640,450	7,948,823	3,948,822	382,488	584,896	4,151,230	3,797,592	3,771,464
Cellular Phones	5,364,127	64,000	1,164,808	4,263,319	3,338,500	808,234	240,354	2,770,621	1,492,699	2,025,627
Electrical Equipments	3,620,352	81,270	35,366	3,666,257	2,243,545	25,991	200,766	2,418,321	1,247,937	1,376,807
Computer Systems	37,983,886	515,455	2,197,094	36,302,246	33,768,062	2,062,382	1,830,139	33,535,819	2,766,428	4,215,823
Air Conditioners	11,658,212	445,748	3,582,164	8,521,796	6,594,736	2,278,477	587,461	4,903,720	3,618,077	5,063,477
Refrigerators	810,300	91,548	-	901,848	428,711	-	63,997	492,708	409,140	381,588
Coolers	1,994,889	-	248,160	1,746,728	1,626,991	200,506	50,757	1,477,242	269,486	367,898
Fans	3,322,894	150,852	1,089,717	2,384,029	3,057,132	1,026,051	186,199	2,217,280	166,749	265,762
Generators	33,047,975	-	192,400	32,855,575	15,991,086	173,466	2,371,024	18,188,644	14,666,931	17,056,889
Vehicles	93,913,809	2,647,521	1,410,273	95,151,058	66,129,589	1,268,702	7,722,635	72,583,522	22,567,534	27,784,219
Cycle	105,658	-	8,400	97,258	101,064	4,821	851	97,094	164	4,594
Shuttering Material	1,692,514,941	103,375,526	133,814,971	1,662,075,495	747,567,325	81,028,468	135,459,670	801,998,527	860,076,968	944,947,617
Furniture & Fixtures	17,607,504	364,871	4,308,764	13,663,612	12,518,976	3,521,172	940,788	9,938,592	3,725,020	5,088,529
<b>HOTEL UNIT</b>										
Computer	83,607	-	-	83,607	82,983	-	249	83,232	375	624
Kitchen Equipments	255,474	-	-	255,474	215,268	-	5,593	220,861	34,613	40,206
Sports Equipments	107,020	-	-	107,020	97,273	-	1,356	98,629	8,390	9,747
Televisions	273,828	-	-	273,828	273,797	-	12	273,809	19	31
Furniture & Fixtures	372,299	-	-	372,299	358,305	-	2,533	360,838	11,460	13,994
<b>(A) Total Tangible Assets</b>	<b>2,753,468,111</b>	<b>113,852,008</b>	<b>187,315,522</b>	<b>2,680,004,597</b>	<b>1,295,979,888</b>	<b>113,341,911</b>	<b>213,133,745</b>	<b>1,395,771,721</b>	<b>1,284,232,875</b>	<b>1,457,488,223</b>
<b>INTANGIBLE ASSETS</b>										
<b>COMP SOFTWARES</b>	<b>23,838,436</b>	<b>84,270</b>	<b>-</b>	<b>23,922,706</b>	<b>17,086,522</b>	<b>-</b>	<b>2,705,016</b>	<b>19,791,538</b>	<b>4,131,168</b>	<b>6,751,914</b>
<b>(B) Total Intangible Assets</b>	<b>23,838,436</b>	<b>84,270</b>	<b>-</b>	<b>23,922,706</b>	<b>17,086,522</b>	<b>-</b>	<b>2,705,016</b>	<b>19,791,538</b>	<b>4,131,168</b>	<b>6,751,914</b>
<b>Capital Work in progress</b>	<b>44,772,307</b>	<b>17,569,663</b>	<b>17,400,359</b>	<b>44,941,611</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>44,941,611</b>	<b>44,772,307</b>
<b>(C) Total Capital Work in Progress</b>	<b>44,772,307</b>	<b>17,569,663</b>	<b>17,400,359</b>	<b>44,941,611</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>44,941,611</b>	<b>44,772,307</b>
<b>Gross Total (A+B+C)</b>	<b>2,822,078,854</b>	<b>131,505,941</b>	<b>204,715,881</b>	<b>2,748,868,914</b>	<b>1,313,066,410</b>	<b>113,341,911</b>	<b>215,838,761</b>	<b>1,415,563,259</b>	<b>1,333,305,655</b>	<b>1,509,012,445</b>
<b>Previous Year</b>	<b>2,818,331,201</b>	<b>71,143,260</b>	<b>67,395,607</b>	<b>2,822,078,854</b>	<b>1,112,666,301</b>	<b>42,152,199</b>	<b>242,552,308</b>	<b>1,313,066,410</b>	<b>1,509,012,445</b>	

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 14- Non Current Investments at Cost**

(Amount in ₹)

Sr. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
<b>A</b>	<b>Trade Investments (Refer A below)</b>		
	(a) Investment in Equity instruments- Unquoted	88,842,000	88,842,000
	(b) Investments in preference shares-unquoted	50,000,000	50,000,000
	<b>Total (A)</b>	<b>138,842,000</b>	<b>138,842,000</b>
<b>B</b>	<b>Other Investments (Refer B below)</b>		
	(a) Investment in Equity instruments-quoted	140,160	52,411,893
	(b) Investment in Equity instruments-unquoted	95,735	95,735
	(c) Investments in Government or Trust securities-unquoted	79,672	79,672
	<b>Total (B)</b>	<b>315,567</b>	<b>52,587,300</b>
	<b>Grand Total (A + B)</b>	<b>139,157,567</b>	<b>191,429,300</b>
	Less : Provision for dimunition in the value of Investments	-	-
	<b>Total</b>	<b>139,157,567</b>	<b>191,429,300</b>

(Amount in ₹)

Sr. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
(i)	Aggregate amount of quoted investments (Market value )	60,017	31,991,230
(ii)	Aggregate amount of unquoted investments at cost	139,017,407	139,017,407

**A. Details of Trade Investments**

(Amount in ₹)

Sr. No.	Name of the Body Corporate	Relation	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Whether stated at Cost Yes / No
			2014	2013			2014	2013	2014	2013	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
<b>(a)</b>	<b>Investment in Equity Instruments</b>										
	B L K Lifestyle Ltd	Subsidiary	5,000,000	5,000,000	Unquoted	Fully Paid	100	100	54,092,000	54,092,000	Yes
	Security Information Systems India Ltd	Subsidiary	680,000	680,000	Unquoted	Fully Paid	100	100	4,250,000	4,250,000	Yes
	Soul Space Project Ltd	Subsidiary	2,050,000	2,050,000	Unquoted	Fully Paid	97.90	97.90	20,500,000	20,500,000	Yes
	B L K Infrastructure Ltd	Subsidiary	1,000,000	1,000,000	Unquoted	Fully Paid	100	100	10,000,000	10,000,000	Yes
<b>(b)</b>	<b>Investments in Preference Shares</b>										
	B L K Lifestyle Ltd	Subsidiary	5,000,000	5,000,000	Unquoted	Fully Paid	100	100	50,000,000	50,000,000	Yes
	<b>Total</b>								<b>138,842,000</b>	<b>138,842,000</b>	

935648 Nos. Equity shares of Soul Space Projects Limited have been pledged in favor of bankers for obtaining loan by Soul Space Projects Limited (Subsidiary)

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### B. Details of Other Investments

(Amount in ₹)

Sr. No.	Name of the Body Corporate	Relation	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Whether stated at Cost Yes / No
			2014	2013			2014	2013	2014	2013	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
<b>(a)</b>	<b>Investment in Equity Instruments at cost</b>										
	Bajaj Finance Ltd	Others	1,100	1,100	Quoted	Fully Paid			–	210,960	Yes
	GR Cables Ltd	Others	1,300	1,300	Quoted	Fully Paid			13,000	13,000	Yes
	Northland Sugar Ltd	Others	4,800	4,800	Quoted	Fully Paid			48,000	48,000	Yes
	Reliance Capital Ltd	Others	500	500	Quoted	Fully Paid			–	88,550	Yes
	Somdatt Finance Corporation Ltd	Others	2,000	2,000	Quoted	Fully Paid			20,000	20,000	Yes
	Tata Steel Ltd	Others	750	750	Quoted	Fully Paid			–	85,426	Yes
	UCO Bank	Others	5,000	5,000	Quoted	Fully Paid			–	124,937	Yes
	Vijaya Bank	Others	2,500	2,500	Quoted	Fully Paid			–	130,911	Yes
	Crew B.O.S Products Ltd	Others	1,000	1,000	Quoted	Fully Paid			59,160	59,160	Yes
	Hotel Leela Venture Ltd	Others	10,000	10,000	Quoted	Fully Paid			–	305,920	Yes
	ITC Ltd	Others	30,000	30,000	Quoted	Fully Paid			–	1,094,281	Yes
	Petronet LNG Limited	Others	1,000	1,000	Quoted	Fully Paid			–	34,900	Yes
	Strides Acro Lab Ltd	Others	1,000	1,000	Quoted	Fully Paid			–	200,548	Yes
	Jay Pee Infratech Ltd	Others	490,150	490,150	Quoted	Fully Paid			–	49,995,300	Yes
	GI Power Corporation Ltd	Others	4,000	4,000	Un-Quoted	Fully Paid			42,549	42,549	Yes
	GTZ Securities Ltd	Others	5,000	5,000	Un-Quoted	Fully Paid			53,186	53,186	Yes
	<b>Total</b>								<b>235,895</b>	<b>52,507,628</b>	
<b>(b)</b>	<b>Investments in Government or Trust securities</b>										
	Kisan Vikas Patra	Others							7,282	7,282	Yes
	6 Year Nsc VIII issue	Others							72,390	72,390	Yes
	<b>Total</b>								<b>79,672</b>	<b>79,672</b>	
	<b>Total</b>								<b>315,567</b>	<b>52,587,300</b>	

### Note 15- Long Term Loans and Advances

(Amount in ₹)

Particulars	As at 31st March, 2014	As at 31st March, 2013
a. Security Deposits		
Unsecured, considered good	<b>86,006,632</b>	87,545,511
	<b>86,006,632</b>	87,545,511
b. Loans and advances to related parties - Subsidiaries		
Unsecured, considered good	<b>3,922,954,133</b>	3,629,945,298
	<b>3,922,954,133</b>	3,629,945,298
c. Other loans and advances		
Inter Corporate Deposits		
Unsecured, considered good	<b>38,647,849</b>	131,567,760
	<b>38,647,849</b>	131,567,760
<b>Total</b>	<b>4,047,608,614</b>	3,849,058,569

Loans and Advances given to subsidiary and other companies which are recoverable on demand have been classified as Long Term Loans and Advances as the management is of the view that there is no likelihood of asking for their repayment, atleast with in next 12 months.

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 16- Inventories**

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
a. Raw Materials and components (Valued at cost)	623,666,573	833,843,413
b. Work-in-progress (Valued at cost)	3,392,165,712	4,259,772,926
c. Stock-in-trade (Valued at lower of cost and net realisable value)	76,529,691	76,529,691
<b>Total</b>	<b>4,092,361,976</b>	<b>5,170,146,030</b>

As Taken, valued and certified by the management

**Note 17- Trade Receivables**

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
Trade receivables outstanding for a period less than six months from the date they are due for payment Unsecured, considered good	1,900,132,672	2,373,663,795
	<b>1,900,132,672</b>	<b>2,373,663,795</b>
Trade receivables outstanding for a period exceeding six months from the date they are due for payment Unsecured, considered good	2,363,181,299	2,679,766,099
	<b>2,363,181,299</b>	<b>2,679,766,099</b>
<b>Total</b>	<b>4,263,313,972</b>	<b>5,053,429,894</b>

For the purpose of classification of Trade Receivables, the due date has been taken as the date of billing.

Sundry Debtors as at 31st March, 2014 include ₹1730 Lac (Previous year ₹ 1730 Lac) represents amounts of work done and retention which has been disputed by the Client. However, the matter has been referred to arbitration. The management is reasonably confident of establishing its claim for the said amount supported by proper evidence and consequently no change have been made to the values and classification of these amounts in the financial statements.

Sundry Debtors as at 31st March, 2014 include ₹766 Lac (Previous year NIL) represents amounts recoverable under a contract foreclosed by the client.

**Note 18- Cash and cash equivalents**

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
a. Balances with banks This includes Earmarked Balances ₹ 5,00,000 (Previous Year ₹ 15,25,000)	37,401,005	65,928,886
b. Cash on hand	61,208,170	33,044,775
<b>Total</b>	<b>98,609,175</b>	<b>98,973,661</b>

**Note 19- Short-term loans and advances**

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
<b>Others</b> Unsecured, considered good	540,309,234	580,744,783
<b>Total</b>	<b>540,309,234</b>	<b>580,744,783</b>

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### Note 20- Other Current Assets

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
Advance Tax / TDS	567,824,904	447,831,566
Income Tax Recoverable	800,328,897	772,501,710
Value Added Tax Recoverable	274,769,545	364,315,753
Service Tax Recoverable	60,398,670	94,344,016
Others	150,000,000	150,000,000
<b>Total</b>	<b>1,853,322,016</b>	<b>1,828,993,045</b>

### Note 21- Revenue from Operations

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
Construction Job Work -Net	12,700,998,447	14,978,085,877
Other operating revenues	123,876,109	105,076,785
<b>Total</b>	<b>12,824,874,556</b>	<b>15,083,162,662</b>

### Note 22- Other Income

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
Interest Income	301,394,092	385,281,006
Dividend Income	1,195,400	434,103
Net gain/loss on sale of investments	(29,791,790)	-
Other non-operating income (net of expenses directly attributable to such income)	7,336,178	(8,349,202)
<b>Total</b>	<b>280,133,880</b>	<b>377,365,907</b>

### Note 23- Cost of Materials Consumed

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
<b>Opening Stock-Materials</b>	<b>833,843,413</b>	<b>694,319,488</b>
<b>Add: Purchases</b>		
Basic Materials	1,055,277,681	1,168,114,296
Cement and Cement Products	1,514,874,204	2,519,067,389
Doors and Windows	91,383,514	103,804,013
Flooring, Cladding and Paving	161,934,887	195,831,568
Reinforcement Steel	1,697,520,276	2,591,452,969
Structural Steel	636,717,628	265,443,794
Other Materials	1,245,316,097	986,567,145
<b>Less: Closing Stock-Materials</b>	<b>623,666,573</b>	<b>833,843,412</b>
<b>Consumption of materials</b>	<b>6,613,201,127</b>	<b>7,690,757,250</b>
<b>Total</b>	<b>6,613,201,127</b>	<b>7,690,757,250</b>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 24- Changes in Inventories of work-in-progress and stock in trade**

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
<b>Work-In-Progress</b>		
Opening	4,259,772,926	4,336,578,528
Closing	3,392,165,712	4,259,772,926
Changes	867,607,214	76,805,602
<b>Stock In trade</b>		
Opening	76,529,691	91,646,871
Closing	76,529,691	76,529,691
Changes	-	15,117,180
<b>Total</b>	<b>867,607,214</b>	<b>91,922,782</b>

**Note 25- Employees benefit expenses**

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
<b>Salaries &amp; Wages - staff</b>		
Salaries & Wages	2,296,617,358	2,697,114,317
Contribution to Provident Fund	47,490,707	45,127,316
Contribution to ESI	2,898,568	1,312,083
Staff Welfare	11,834,414	16,206,928
Gratuity	4,804,727	10,918,924
Leave Encashment	334,546	125,643
Bonus	3,593,097	5,157,680
Medical Expenses	6,258,568	9,757,513
<b>Salaries &amp; Wages - Directors</b>		
Remuneration	-	7,200,000
Sitting fees	256,500	185,000
Medical expenses	249,155	73,490
<b>Total</b>	<b>2,374,337,640</b>	<b>2,793,178,894</b>



## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### Note 26- Finance cost

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
Interest expense	809,460,426	885,645,577
Other borrowing costs	113,138,447	101,528,202
<b>Total</b>	<b>922,598,873</b>	<b>987,173,779</b>

### Note 27- Other Expenses

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
Consumption of stores and spare parts	34,432,621	34,012,929
Power and Fuel	321,331,292	383,788,596
Bad Debts Written Off	142,913,771	-
Hire Charges	276,940,155	323,669,949
Repairs to Machineries	26,811,724	20,694,912
Security Charges	52,259,142	57,117,702
Rent	41,812,581	53,139,186
Repairs and Maintenance of Office Buildings	10,089,104	6,863,569
Insurances	24,255,795	27,435,083
Rates And Taxes	1,071,859	1,971,929
Travelling Expenses	7,852,033	9,197,684
Vehicle Runing and Maintances Expesnses	17,951,292	17,816,863
Tender Fees	649,389	623,068
Legal And Professional expenses	26,632,728	22,259,730
Printing And Stationery Expenses	4,959,020	7,940,310
Advertisement Expenses	662,502	755,235
Business Promotion Expenses	2,452,769	3,476,484
Auditors Remuneration	1,955,000	1,000,000
Other Expenses	40,746,974	52,031,830
<b>Total</b>	<b>1,035,779,751</b>	<b>1,023,795,059</b>

**Independent Auditors' Report on consolidated Financial Statements of B. L. Kashyap And Sons Limited and its Subsidiaries**

**To the Board of Directors**

B. L. Kashyap And Sons Limited, New Delhi

**Report on the Consolidated Financial Statements**

We have audited the accompanying Consolidated Financial Statements of B. L. Kashyap And Sons Limited ("the Company"), and its subsidiaries companies (together the "Group") which comprise the Consolidated Balance Sheet as at 31st March, 2014, the Consolidated Statement of Profit and Loss of the Company for the year ended on that date, the Consolidated Cash Flow Statement of the Company for the year ended on that date and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Consolidated Financial Statements**

Management is responsible for the preparation of these Consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ('the Act'). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud, error or otherwise.

**Auditor's Responsibility**

We did not audit the financial statements of Security Information Systems ( India) Limited and BLK Infrastructure Limited, subsidiaries, included herein, with total assets as at 31st March, 2014 of ₹ 220.25 Lacs , revenue loss of ₹ 22.76 Lacs And cash flow of ₹ (0.46) Lacs for the year ended on that date. This financial information has been audited by other Auditors, whose report we have relied upon for the purpose of consolidation.

Our responsibility is to express an opinion on these Consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the Consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) in the case of the Consolidated Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- (ii) in the case of the Consolidated Statement of Profit and Loss, of the Loss for the year ended on that date; and
- (iii) in the case of the Consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

**Report on Other Legal and Regulatory Requirements**

As required by section 227(3) of the Act, we report that:

- a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. 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;
- c. The Consolidated Balance Sheet, Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account; and
- d. in our opinion, the Consolidated Balance Sheet, Consolidated Statement of Consolidated Profit and Loss and Consolidated Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956.
- e. on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- f. In the opinion of Other auditor of Security Information Systems (India) Ltd, w.r.t. to Note no. 2(B) (iii) regarding non-provision of Sundry Debtors amounting to ₹ 117.92 Lacs, the said accounts read together with the accounting policies and notes thereon give the information required by the Companies Act, 1956 in manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

**For Sood Brij & Associates**  
**Chartered Accountants**  
**Firm Regn. No. 00350N**

**A.K. SOOD**  
**Partner**

**Membership Number: 14372**

**Place : New Delhi**  
**Dated : 28th May, 2014**

**BALANCE SHEET (CONSOLIDATED)**  
**AS AT 31ST MARCH, 2014**

(Amount in ₹)

Particulars	Note No.	As at 31st March, 2014	As at 31st March, 2013
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	4	205,440,000	205,440,000
(b) Reserves and surplus	5	4,435,123,031	5,278,905,201
<b>2 Non-current liabilities</b>			
(a) Long-term borrowings	6	2,005,115,009	1,395,831,896
(b) Other Long term liabilities	7	1,595,788,126	1,764,296,672
(c) Long-term provisions	8	80,011,796	78,919,325
<b>3 Current liabilities</b>			
(a) Short-term borrowings	9	3,526,986,289	2,813,991,643
(b) Trade payables	10	2,786,116,661	3,073,153,710
(c) Other current liabilities	11	3,753,424,888	5,538,308,130
(d) Short-term provisions	12	20,563,378	37,383,050
<b>4 Minority Interest</b>		2,346,893	1,717,655
<b>TOTAL</b>		<b>18,410,916,071</b>	<b>20,187,947,282</b>
<b>II. ASSETS</b>			
<b>Non-current assets</b>			
<b>1 (a) Fixed assets</b>			
(i) Tangible assets	13	1,389,816,436	1,575,147,449
(ii) Intangible assets		8,272,803	10,926,645
(iii) Capital work-in-progress		1,167,845,105	1,063,597,248
(b) Non-current investments	14	2,992,119,060	3,018,878,714
(c) Deferred tax assets (net)		594,684,796	50,660,679
(d) Long-term loans and advances	15	671,821,140	766,277,719
<b>2 Current assets</b>			
(a) Inventories	16	4,801,816,581	6,125,748,489
(b) Trade receivables	17	3,936,929,937	4,710,362,625
(c) Cash and cash equivalents	18	128,057,961	143,718,511
(d) Short-term loans and advances	19	782,975,787	818,667,064
(e) Other current assets	20	1,936,576,465	1,903,962,140
<b>TOTAL</b>		<b>18,410,916,071</b>	<b>20,187,947,282</b>

General Information and Significant Accounting Policies

1 & 2

Other Notes on Accounts

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The Notes are an integral part of these financial statements

This is the Balance Sheet referred to in our report of even date

For and on behalf of the Board of Directors

**For Sood Brij & Associates**  
Chartered Accountants  
Firm Regn. no. 00350N

**Vinod Kashyap**  
Chairman  
DIN:00038854

**A.K. Sood**  
Partner  
Membership No.-14372

**Vineet Kashyap**  
Managing Director  
DIN:00038897

Place : New Delhi  
Dated : 28th May, 2014

**Pushpak Kumar**  
Company Secretary

**Ashok Bansal**  
Vice President (Finance)

**Vikram Kashyap**  
Joint Managing Director  
DIN:00038937

**STATEMENT OF PROFIT AND LOSS (CONSOLIDATED)**  
**FOR THE YEAR ENDED 31ST MARCH, 2014**

(Amount in ₹)

Particulars		Note No.	Year ended 31st March, 2014	Year ended 31st March, 2013
<b>I.</b>	Revenue from operations	21	13,490,809,505	15,433,052,653
<b>II.</b>	Other income	22	169,656,644	206,481,491
<b>III.</b>	<b>Total Revenue (I + II)</b>		<b>13,660,466,149</b>	<b>15,639,534,145</b>
<b>IV.</b>	Expenses:			
	Cost of materials consumed	23	6,681,929,119	7,799,372,856
	Project Direct Expenses	24	237,283,330	(76,096,389)
	Changes in inventories of finished goods work-in-progress and Stock-in-Trade	25	95,470,544	21,694,970
	Sub Contract Work		2,396,997,316	2,613,892,919
	Other Manufacturing Expenses	26	20,804,240	38,723,488
	Employee benefits expense	27	2,427,414,558	2,844,619,377
	Finance costs	28	973,000,714	927,682,676
	Depreciation and amortization expense	13	228,272,555	257,281,161
	Other expenses	29	1,103,896,447	1,119,174,629
	Total expenses		<b>14,165,068,822</b>	<b>15,546,345,687</b>
<b>V.</b>	<b>Profit before exceptional and extraordinary items and tax (III-IV)</b>		<b>(504,602,673)</b>	<b>93,188,458</b>
<b>VI.</b>	<b>Exceptional items</b>		<b>815,506,021</b>	<b>(22,401,894)</b>
<b>VII.</b>	<b>Profit before extraordinary items and tax (V - VI)</b>		<b>(1,320,108,694)</b>	<b>115,590,352</b>
<b>VIII.</b>	Extraordinary Items		-	-
<b>IX.</b>	<b>Profit before tax (VII- VIII)</b>		<b>(1,320,108,694)</b>	<b>115,590,352</b>
<b>X.</b>	Tax expense:		<b>(470,542,484)</b>	<b>31,513,249</b>
	(1) Current tax		6,158,158	23,194,613
	(2) Deferred tax		(544,024,117)	8,264,879
	(3) Prior Period Tax Adjustments		67,323,475	53,757
<b>XI.</b>	<b>Profit (Loss) for the period from continuing operations (VII-VIII)</b>		<b>(849,566,210)</b>	<b>84,077,102</b>
<b>XII.</b>	Profit/(loss) from discontinuing operations		-	-
<b>XIII.</b>	Tax expense of discontinuing operations		-	-
<b>XIV.</b>	<b>Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>		<b>-</b>	<b>-</b>
<b>XV.</b>	<b>Profit (Loss) for the period (XI + XIV)</b>		<b>(849,566,210)</b>	<b>84,077,102</b>
<b>XVI.</b>	Earnings per equity share:			
	(1) Basic		<b>(4.14)</b>	0.41
	(2) Diluted		<b>(4.14)</b>	0.41
	Face value of each Equity Share		₹ 1	₹ 1

General Information and Significant Accounting Policies

1 & 2

Other Notes on Accounts

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The Notes are an integral part of these financial statements

This is the Statement of Profit & Loss referred to in our report of even date

For and on behalf of the Board of Directors

**For Sood Brij & Associates**  
Chartered Accountants  
Firm Regn. no. 00350N

**Vinod Kashyap**  
Chairman  
DIN:00038854

**A.K. Sood**  
Partner  
Membership No.-14372

**Vineet Kashyap**  
Managing Director  
DIN:00038897

Place : New Delhi  
Dated : 28th May, 2014

**Pushpak Kumar**  
Company Secretary

**Ashok Bansal**  
Vice President (Finance)

**Vikram Kashyap**  
Joint Managing Director  
DIN:00038937

## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

(Amount in ₹)

	Particulars	Year ended 31st March, 2014		Year ended 31st March, 2013	
<b>A</b>	<b>Cash Flow From Operating Activities</b>				
	Net Profit before tax & extra-ordinary items		(1,320,108,694)		115,590,350
	Adjustment for :				
	- Depreciation	228,272,555		257,281,161	
	- Profit From Partnership Firm	(715,403)		(714,327)	
	- Unrealised Profit on Stock	5,784,040		(6,301,959)	
	- Interest Expenses	973,000,714		927,682,677	
	- Loss/(Profit) on Fixed Assets / Investments sold	32,202,374		10,765,376	
	- Interest Received	(9,143,012)		(54,652,467)	
	- Dividend Received	(1,195,400)	1,228,205,867	(434,103)	1,133,626,358
	Operating Profit Before Working Capital Change				
	Adjustment for :				
	- Decrease/(Increase) in Trade And Other Receivables	870,966,218		252,360,190	
	- Decrease/(Increase) in Inventories	1,323,931,908		(364,314,289)	
	- Increase/(Decrease) in Trade And Other Payables	(2,255,526,800)	(60,628,673)	1,037,084,535	925,130,436
	<b>CASH GENERATED FROM OPERATIONS</b>				
	Less: Advance Tax	(6,158,158)		(23,194,613)	
	Less: Prior Period Expense	(67,323,475)	(73,481,633)	(53,757)	(23,248,370)
	<b>NET CASH FROM OPERATING ACTIVITIES</b>		(226,013,133)		2,151,098,774
<b>B</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
	- Proceeds from Sale of Fixed Assets	73,978,443		553,747,873	
	- Proceeds from Sale of Investments	22,479,939		-	
	- Profit From Partnership Firm	715,403		714,327	
	- Interest Received	9,143,012		54,652,467	
	- Dividend Received	1,195,400		434,103	
	- Purchase of Fixed Assets	(220,924,578)		(227,648,033)	
	- Purchase of Investments	(25,512,081)		(456,951,425)	
	Net Cash (Used In)/From Investing Activities		(138,924,462)		(75,050,688)
<b>C</b>	<b>Cash Flow From Financing Activities</b>				
	- Proceeds from Borrowings	1,322,277,759		(1,113,177,310)	
	- Dividends paid (including tax thereon)	-		(10,241,029)	
	- Interest and Finance Charges Paid	(973,000,714)		(927,682,677)	
	Net Cash (Used in)/From Financing Activities		349,277,045		(2,051,101,017)
	Net Increase in Cash And Equivalents		(15,660,550)		24,947,069
	Cash And Cash Equivalents (Opening Balance)		143,718,511		118,771,442
	Cash and Cash Equivalents (Closing Balance)		128,057,961		143,718,511
	<b>Notes :</b>				
	Cash and cash equivalents include :-				
	Cash		75,702,715		40,532,218
	Balance with Schedule Bank		51,149,412		103,186,293
	Cheques In hand		1,205,834		-
	<b>Total</b>		128,057,961		143,718,511

General Information and Significant Accounting Policies

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Notes on Accounts

3

The Notes are an integral part of these financial statements

In terms of our audit report of even date

**For Sood Brij & Associates**  
Chartered Accountants  
Firm Regn. no. 00350N

**A.K. Sood**  
Partner  
Membership No.-14372

Place : New Delhi  
Dated : 28th May, 2014

**Pushpak Kumar**  
Company Secretary

**Ashok Bansal**  
Vice President (Finance)

For and on behalf of the Board of Directors

**Vinod Kashyap**  
Chairman  
DIN:00038854

**Vineet Kashyap**  
Managing Director  
DIN:00038897

**Vikram Kashyap**  
Joint Managing Director  
DIN:00038937

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Basis of Consolidation**

1. The Consolidated Financial statements included the financial statements of B. L. Kashyap And Sons Ltd., its Subsidiary Companies and Joint Ventures as at 31st March, 2014 which are as follows:

<b>Name of Subsidiary</b>	<b>Controlling Stake</b>
B L K Lifestyle Limited	100%
Soul Space Projects Limited (Consolidate)	97.91%
Security Information Systems (India) Limited	100%
BLK Infrastructure Limited	100%
<b>Name of Joint Ventures</b>	
BLK -NCC Consortium	

The consolidated financial statements comply with the requirements of AS-21 & AS-27.

2. The financial statements of the parents company, its subsidiaries and joint ventures have combined on a line by line basis by adding together the book values of like items, after eliminating intra-group balances/ transaction and resulting unrealized profits in full.
3. Minority interest's share of net profit of consolidated subsidiaries and joint venture partner for the year is identified and adjusted against the income of the group in order to arrive at the net income attributable to shareholders of the Company.

**Note 1 General Information**

B.L. Kashyap And Sons Ltd (BLK) is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Founded in 1978 as a partnership firm, BLK owes its success to Shri B L Kashyap, a veteran construction professional. Incorporated as a limited company in 1989. Today, BLK is one of India's most respected construction and infrastructure development companies with a pan India presence. Our service portfolio extends across the construction of factories and manufacturing facilities, IT campuses, commercial & residential complexes, malls and hotels.

**Note 2 Significant Accounting Policies**

The Company follows mercantile basis of accounting. The accounts are prepared on historical cost on going concern basis and are consistent with generally accepted accounting principles and materially comply with the notified Accounting Standards by the Companies (Accounting Standards) Rules 2006 (as amended) and the relevant provisions thereof. The significant Accounting policies followed by the Company are as stated below:

**2.1 Fixed Assets**

Fixed Assets are shown at cost less accumulated depreciation. Cost comprises of purchase price, import duties and other non refundable taxes or levies and any other directly attributable costs.

**2.2 Depreciation**

- a. Depreciation is provided on Written down value method at rates specified in Schedule XIV to the Companies Act, 1956
- b. Items of Fixed Assets costing upto ₹ 5,000 are depreciated fully in the year of purchase
- c. Leasehold improvements are being written-off over the lease period

**2.3 Borrowing Costs**

Borrowing Costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

**2.4 Investments**

Investments are classified as Current and Long-term Investments, Current Investments are stated at lower of cost and fair value. Long-term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of Long-term Investments.

**2.5 Inventory**

- Work-in-progress including materials at sites is valued at cost.
- Stock in Trade is valued at lower of cost and net realizable value.

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### 2.6 Revenue & Expenditure Recognition

Revenue from construction is recognized as follows:

:- Contract revenue represents the cost of work performed on the contract plus proportionate margin using the percentage of completion method. Percentage of completion is determined as a proportion of cost of work performed to date to the total estimated contract costs.

Full provision is made for any loss in the period in which it is foreseen. Project and construction related work in progress is reflected at cost till such time the outcome of the job cannot be ascertained reliably and at realizable value thereafter. The above policy is not materially different from the policy hitherto being followed and therefore there is no material variation in revenue booked.

:- The Revenue/expenditure are recognized on the basis of the lower of the percentage of total project expenditures or project revenues incurred/due, subject to the minimum of 30% following the Guidance Note on Accounting for Real Estate Transactions (Revised 2012) of ICAI. Until previous year the Company was taking lower of 35% of the project expenditure and revenues incurred/due as the basis of revenue recognition. During the year the such percentage has been changed from 35% to 30% in terms of the said Guidance Note. However, all the running projects of the company had already crossed the limit of 35% of their respective expenditure and revenue during the previous year itself, therefore the change of such percentage has no impact in Current Year's Revenue and Profits.

### 2.7 Use of Estimates

The preparation of financial statements is in conformity with generally accepted accounting principals. It requires estimates and assumptions to be made which affect the reported amounts of assets and liabilities on the date of the financial statements, and the reported amount of revenue and expenses during the reporting period. Difference between actual results and estimates are recognized in the year in which the results are known /materialized.

### 2.8 Employees Retirement Benefits

The company has accounted for liability towards Gratuity and Leave Encashment on the basis of actuarial valuation.

### 2.9 Provision for Current and Deferred Tax

Provision for current tax is made after taking into consideration various benefits and disallowances as per the Income Tax Act 1961. Deferred tax in accordance with AS-22 is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originates in one period and is capable of reversal in one or more subsequent periods.

### 2.10 Cash Flow Statement

Cash Flows are reported as per the indirect method as specified in the Accounting Standard (AS-3), 'Cash Flow Statement'.

### 2.11 Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired.

### 2.12 Foreign Currency Transactions

#### (I) Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount, the exchange rate between the reporting currency and the foreign currency at the date of the transaction

#### (II) Conversion

Foreign Currency monetary items are reported using the closing rate. Non monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction and non-monetary items which are carried at fair value or similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

#### (III) Exchange Difference

Exchange difference arising on settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 3- Notes on Accounts**

**Contingent Liabilities :**

**3.1.1 Claims against the company not acknowledged as debts:**

(a) Out of Income Tax demand of ₹ 88,96,72,882 raised u/s 153A/143(3) in Assessment proceedings for the year 2002-2003 to 2008-09 & 2010-2011, ₹ 73,10,84,125 has been deposited/adjusted. The Company has filed appeals before The Commissioner of Income Tax (Appeals) II & III, New Delhi contesting whole of the demand which is based on addition made on the basis of legal issues/technical/adhoc basis.

(b) Other demands not acknowledged as payables:-	<b>(₹ in Lacs)</b>
Income Tax TDS	32.45
Service Tax	13.18
VAT	134.36

(c) Additional Demand of 592.76 Crores from Provident Fund Authorities for the period from 01-04-2005 to 31-12-2010 has since been set aside by Employees Provident Fund Appellate Tribunal, New Delhi.

(d) The company has not provided for penal and overdue interest on the Outstanding Loans as on 31st March, 2014. The aggregate of such penal and overdue interest of ₹ 4,51,84,302.

(e) Additional tax liability, if any pending assessments is indeterminate.

(f) No disputed/legal cases which may have any material and adverse financial implication are pending against the company.

(g) Soul Space Projects Limited - In respect of Income Tax Assessment year 2006-07 to 2009-10, Income Tax & Fringe Benefit Tax demand of ₹ 5,47,05,359 has been raised by the Income Tax Department. As against the above demand, the Company has since adjusted/deposited a Sum of ₹ 2,91,82,379 and shown as advance tax paid. The Company has not made provision for the demand of Income Tax raised and has filed appeal for Assessment Year 2007-08 to Assessment Year 2009-10 before the Commissioner of Income Tax (Appeal) II, New Delhi. Further in respect of Assessment Year 2006-07 the matter is pending before Income Tax Appellate Tribunal, New Delhi. The appeals are still pending for hearing and its disposal.

Soul Space Projects Limited - In respect of Assessment of Tax Deducted At Sources under section 201 of Income Tax Act for Assessment year 2012-13, demand of ₹ 2,37,53,963 has been created by Income Tax Department (TDS) department. The Company has not made provision for the demand of Tax raised and has filed appeal before the Commissioner of Income Tax (Appeal), New Delhi. The appeals are still pending for hearing and its disposal.

Soul Space Projects Limited - In respect of Assessment year 2006-07, demand of ₹ 16,15,681 under section 271(1)(c) of Income Tax Act has been raised by Income Tax Department. The Company has not made provision for the demand of Tax raised and has filed appeal before the Commissioner of Income Tax (Appeal), New Delhi. The appeals are still pending for hearing and its disposal.

(h) Soul space Projects Limited - There are certain legal disputes in respect of titles to the land acquired at Pune for the purpose of Joint Development. The Legal cases are at different stages of hearings. At this stage it is difficult to ascertain and/or quantify additional liability towards any claims arising on account of such legal disputes.

(i) BLK Lifestyle Ltd. - Liability in respect of Sales Tax Demand not acknowledged ₹ 11,07,554 (Previous Year ₹ 3,46,401)

(j) Security Information Systems (India) Limited - Out of Income tax demand raised in Assessment proceedings for the A.Y. 2002-03 to 2008-09 u/s 153A / 143(3) of ₹ 10,48,861, ₹ 1,00,000 has been deposited. The said amount has been shown under advance taxes paid and no provision has been made. Further, in respect of Assessment year 2004-05 to 2008-09, returned losses of the company had been reduced and penalty proceeding had also been initiated. Amount in dispute ₹ 33,05,928, Amount of liability arising not ascertainable and not provided. Company had filed appeal before CIT (A) , II, New Delhi.

**3.1.2 Guarantees :**

(a) Liability in respect of Bank Guarantees is ₹ 142,63,55,384 (Previous year ₹ 153,06,69,978)

(b) Liability in respect of Letter of Credits is NIL (Previous year ₹ 2,99,76,479)

(c) Corporate Guarantees' of ₹ 200,65,81,468 (Previous year ₹ 246,13,53,998) in favour of:-

- Clients ₹ 76,65,81,468

- Subsidiaries ₹ 124,00,00,000

**3.1.3 : Other Money for which the Company is liable :**

Estimated amount of contracts remaining to be executed on Capital Account and not provided for ₹ 5,59,944 (Previous Year ₹ 11,11,569)



## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### Related Party Disclosure

#### 3.2.1 List of Related Parties

(i) Associates	Status
(a) B.L.K. Financial Services Ltd.	Limited Company
(b) B.L.K. Securities Pvt. Ltd.	Private Limited Company
(c) Ahuja Kashyap Malt Pvt. Ltd.	Private Limited Company
(d) Bezel Investments & Finance Pvt. Ltd.	Private Limited Company
(e) B.L. Kashyap & Sons	Partnership Firm
(f) Kasturi Ram Herbal Industries	Partnership Firm
(g) Aiyana Trading Pvt. Ltd.	Private Limited Company
(h) Chrysalis Trading Pvt. Ltd.	Private Limited Company
(i) Chrysalis Realty Projects Pvt. Ltd.	Private Limited Company
(j) EON Auto Industries Pvt. Ltd.	Private Limited Company
(k) Suryakant Kakade & Soul Space	Partnership Firm
(l) B L Kashyap & Sons Software Pvt. Ltd.	Private Limited Company
(m) B L Kashyap & Sons (HUF)	HUF

  

(ii) Key Management Personnel	
(a) Mr. Vinod Kashyap	Chairman
(b) Mr. Vineet Kashyap	Managing Director
(c) Mr. Vikram Kashyap	Joint Managing Director

  

(iii) Relatives of Key Management Personnel	
(a) Mr. Mohit Kashyap	Son of Mr. Vinod Kashyap
(b) Mrs. Malini Kashyap Goyal	Daughter of Mr. Vinod Kashyap
(c) Mr. Saurabh Kashyap	Son of Mr. Vineet Kashyap
(d) Mrs. Anjoo Kashyap	Wife of Mr. Vinod Kashyap
(e) Mrs. Aradhana Kashyap	Wife of Mr. Vineet Kashyap
(f) Mrs. Amrita Kashyap	Wife of Mr. Vikram Kashyap
(g) Mrs. Nitika Nayar Kashyap	Wife of Mr. Mohit Kashyap
(h) Mrs. Shruti Chaudhari	Daughter of Mr. Vineet Kashyap
(i) Mrs. Sanjana Kashyap Kapoor	Daughter of Mr. Vikram Kashyap
(j) Mr. Sahil Kashyap	Son of Mr. Vikram Kashyap
(k) Mrs Ishita Kashyap	Wife of Mr. Saurabh Kashyap

#### 3.2.2 Transactions with related parties during the year :

(₹ in Lakhs)

Description	Associates		Key Management		Relatives	
	Debit	Credit	Debit	Credit	Debit	Credit
Job Works Dealing Expenses	-	-	-	-	-	-
<i>Previous Year</i>	-	-	-	-	-	-
Sale	-	-	-	-	-	-
<i>Previous Year</i>	-	-	-	-	-	-
Inter-Corporate Deposits	699.69	1,331.69	-	-	-	-
<i>Previous Year</i>	-	-	-	-	-	-
Interest on ICD	-	55.62	-	-	-	-
<i>Previous Year</i>	-	-	-	-	-	-
Remuneration Paid	-	-	-	(-)	-	49.46
<i>Previous Year</i>	-	-	-	89.40	-	40.82
Rent Paid	-	15.56	-	12.00	-	-
<i>Previous Year</i>	-	14.99	-	12.00	-	-
Medical Expenses	-	-	-	2.49	-	-
<i>Previous Year</i>	-	-	-	0.73	-	-
<b>Loan from Directors</b>	-	-	439.00	997.00	-	-
<i>Previous Year</i>	-	-	125.00	349.00	-	-
Closing Balance	-	706.35	-	830.49	-	25.70
<i>Previous Year</i>	-	41.22	-	245.08	-	4.82

In respect of above parties there is no provision for doubtful debts as on 31-03-2014 and no amount is written off or written back during the year in respect of debt/loan & advances due from/to them.

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**3.3 Impairment of Assets**

In accordance with the Accounting Standard – 28 on “Impairment of Assets” issued by the Institute of Chartered Accountants of India, no Asset has been identified for impairment by the Company during the year.

3.4 All borrowing costs have been charged to revenue; hence no cost is attributable to acquisition or Construction of qualifying assets.

**3.5 Deferred Tax**

(Amount in ₹)

Deferred Tax Liability (Assets) on account of	As at 31st March, 2014	As at 31st March, 2013
- Depreciation	28,816,337	30,903,331
- Carried Forwards losses	(543,408,038)	(36,954,509)
- Accrued Gratuity & Leave Encashment provision	(25,959,827)	(25,605,375)
- Prepaid Processing Fee	–	1,902,548
- Long Term Capital Loss	(3,128,612)	(3,699,470)
-Payment of Taxes U/s 43B	(32,543,019)	–
- Bonus	(18,461,638)	(17,207,205)
<b>Net Deferred Tax Liability / (Assets)</b>	<b>(594,684,796)</b>	<b>(50,660,679)</b>

In accordance with “Accounting Standard 22” the Company has recognised the deferred tax Assets as at 31st March 2014 amounting to ₹ 54,40,24,117 and has charged the same to Profit & Loss. (Previous year ₹ deferred tax liability ₹ 82,64,879)

**3.6 Earning per Share (EPS)**

(Amount in ₹)

Particulars	As at 31st March, 2014	As at 31st March, 2013
a. Net Profit available for Equity Shareholders	(849,566,210)	84,077,101
b. Number of Equity Shares used as denominator for calculation of EPS	205,440,000	205,440,000
c. Basic and Diluted Earnings per Share of ₹ 1 each	(4.14)	0.41

3.7 Balances with the Parties are subject to Confirmations.

3.8 In the opinion of the board of directors all its assets other than fixed assets and non-current investments have a value on realization in the ordinary course of business at least equal to the amounts at which they are stated in the Balance Sheet.

3.9 Additional information pursuant to Para 5 of Part II of Schedule VI to the Companies Act, 1956 to the extent applicable.

(Amount in ₹)

Expenditure in Foreign Currency on account of	As at 31st March, 2014	As at 31st March, 2013
a. Traveling Expenses	936,867	1,127,061
b. CIF Value of Import import of Material/ Technical Fees	5,236,544	1,116,366
c. CIF Value of Imports of Assets	10,339,847	–

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

- 3.10 On the basis of confirmation obtained from suppliers who have registered themselves under the Micro Small Medium Enterprise Development Act, 2006 (MSMED Act, 2006) and based on the information available with the company, the balance due to Micro & Small Enterprises as defined under the MSMED Act, 2006 are as follows:-

(Amount in ₹)

S. No.	Details of dues to Micro, Small and Medium Enterprises As per MSMED Act, 2006	2013-2014	2012-2013
1	The Principal amount and the interest due thereon remaining unpaid to any Suppliers as at the end of Year.		
	- Principal Amount Unpaid	22,134,708	24,118,041
	- Interest Due	5,627,740	3,165,240
2	The amount of interest paid by the buyer in terms of section-18 of the Micro Small and Medium Enterprises Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year.	-	-
3	The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year,) but without adding the interest specified under Micro Small and Medium Enterprises Development Act, 2006.	-	-
4	The amount of interest accrued and remaining unpaid at the end of the year.	5,627,740	2,769,861
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above or actually paid to the small enterprises for the purpose of disallowance as a deductible expenditure under section 23 Micro Small and Medium Enterprises Development Act, 2006.	3,267,758	2,769,861

- 3.11 The following table sets out the status of the gratuity/leave encashment plan and other benefits as required under the revised Accounting standard -15 issued by The Institute of Chartered Accountants of India.

a) **Gratuity Liability As Recognized in The Balance Sheet:-**

(Amount in ₹)

Sl. No	Assets / Liability	31st March, 2014
a	Present value of obligation	(74,501,601)
b	Fair value of plan assets	-
c	Net assets / (liability) recognized in balance sheet as provision	-

b) **Gratuity Expense recognized in the statement of Profit and Loss Account**

(Amount in ₹)

Sl. No	Particulars	31st March, 2014
a)	Present value of obligation as at the beginning of the period (1st April, 2011)	73,676,192
b)	Acquisition adjustment	-
c)	Interest cost	5,894,095
d)	Past service cost	-
e)	Current service cost	9,867,403
f)	Benefits paid	(332,267)
g)	Actuarial (gain)/loss on obligation	(14,603,782)
i)	Present value of obligation as at the end of period (31st March, 2011)	74,501,641

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**c) Leave Encashment Liability Recognized in The Balance Sheet:-**

		(Amount in ₹)
Sl. No	Particulars	31st March, 2014
a)	Present value of obligation as at the end of the period	5,510,155
b)	Fair value of plan assets as at the end of the period	-
c)	Funded status	5,510,155
d)	Excess of actual over estimated	-
e)	Unrecognized actuarial (gains)/losses	-
f)	Net asset/(liability)recognized in balance sheet	5,510,155

**d) Leave Encashment Expense recognized in the statement of profit and loss:-**

		(Amount in ₹)
Sl. No	Particulars	31st March, 2014
a)	Current service cost	1,001,514
b)	Past service cost	-
c)	Interest cost	419,450
d)	Expected return on plan assets	-
e)	Curtailement cost / (Credit)	-
f)	Settlement cost / (credit)	-
g)	Net actuarial (gain)/ loss recognized in the period	(1,153,942)
h)	Expenses recognized in the statement of profit & losses	267,022

**3.12 Auditors Remuneration**

		(Amount in ₹)	
Sl. No	Particulars	Year Ended 31st March, 2014	Year Ended 31st March, 2013
a)	Audit Fees	1,190,000	910,000
b)	Tax Audit Fees	350,000	150,000
c)	Other Certification Charges	325,000	200,000
d)	Other Charges	301,500	101,500
e)	Service Tax Reimbursement	82,194	140,595
	Total	2,248,694	1,502,095

**3.13 Segmental Reporting**

- i) B L Kashyap And Sons Limited - The company has only one reportable business segment i.e. civil contracts. The company also operates a hotel in Mussourie and also trades in residential flats. However, these are not "Reportable Segments" as per clause 27 of AS17, as the revenue from these sources is less than 10% of the total revenue. The company operates in only one geographical segment viz. India
- ii) BLK LifeStyle Limited - The company has one reportable segment namely reveue from manufacturing and executing contracts of hard furnishing in India.
- iii) Soul Space Projects Limited - The company has one reportable segment of activity namely realty and its geographical segment in India.

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

- 3.14 The Company has paid remuneration to whole time Directors amounting to ₹ 17,40,000 (Previous Year ₹ 89,40,000).
- 3.15 Non Current Investments: Ownership of Proportionate share of Land underneath the two properties constructed in Bangalore under Joint Development Agreement is pending Registration in company's favour.
- 3.16 The cumulative advances to Joint Development Partners as at 31 March 2014 was ₹ 8.13 crores (Previous year ₹ 7.53 crores) towards advances and ₹ 48.64 crores (Previous year ₹ 48.64 crores) towards security deposits.
- 3.17 In the opinion of Board of Directors all its assets other than fixed assets and non current investments have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet.
- 3.18 43,825 equity shares of the company were issued to the employees of the Company and of B. L. Kashyap & Sons Ltd – Holding company, under an ESOP scheme. A Trust – BLK Employees Welfare Trust was created to oversee the operation of the said scheme. Due to resignation of some employees, 6450 shares representing 0.31% of the total issued capital of the company, were purchased by the Trust and are held by it as on the reporting date.
- 3.19 The Company has constructed building on the land against which the company has entered into "Agreement to Sell" with the seller, Pending execution and registration of sale deed in company's name, a lease agreement has been executed, to enable the company to construct building there upon.
- 3.20 Statement of Investment in Partnership Firm -

Name of the Firm	Name of Partners	Capital Investments	Profit Sharing Ratio
Kasturi Ram Herbal Industries	1. Kasturi Ram Herbal Industries	NIL	5%
	2. B L K Lifestyle Limited	NIL	95%

- 3.21 Disclosure pursuant to Accounting Standard 7 as prescribed under Companies Accounting Standards Rules on Accounting in respect of the contracts in progress at the reporting date:-

(Amount in ₹)

Sl. No	Particulars	2013-14	2012-13
a.	Contract revenue recognised as revenue in the Period	12,591,275,248	14,174,612,412
b.	contract costs incurred and recognised profits (less recognised losses) upto the reporting date	12,069,198,328	14,967,663,767
c.	Retention money retained	1,131,517,978	867,735,998
d.	Mobilization advance received	1,705,827,436	2,601,967,168
e.	Gross amount due from customers	3,335,338,249	3,808,484,948
f.	Gross amount due to customers	1,969,251,613	1,566,042,811

- 3.22 Previous year's figures have been re-grouped, rearranged to make them comparable with figures of current year, wherever considered necessary

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 4-Share Capital**

Share Capital	As at 31st March, 2014		As at 31st March, 2013	
	Number	₹	Number	₹
<b>Authorised</b>				
8 % Non- Cumulative Preference Shares of ₹ 10 each	5,000,000	50,000,000	5,000,000	50,000,000
Equity Shares of ₹ 1/- each	250,000,000	250,000,000	250,000,000	250,000,000
<b>Issued, Subscribed &amp; Paid up</b>				
Equity Shares of ₹ 1/- each	205,440,000	205,440,000	205,440,000	205,440,000
<b>Total</b>	<b>205,440,000</b>	<b>205,440,000</b>	<b>205,440,000</b>	<b>205,440,000</b>

**a. Reconciliation of shares outstanding at the beginning and at the end of reporting period**

Particulars	Equity Shares		Preference Shares	
	Number	₹	Number	₹
Shares outstanding at the beginning of the year	205,440,000	205,440,000	-	-
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	205,440,000	205,440,000	-	-

**b. Details of shareholders holding more than 5% shares in company**

Name of Shareholder	As at 31st March, 2014		As at 31st March, 2013	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Vinod Kashyap	48,566,600	23.64	48,566,600	23.64
Vineet Kashyap	48,932,330	23.82	48,932,330	23.82
Vikram Kashyap	48,616,750	23.66	48,616,750	23.66

Note: Holding of Mr. Vinod Kashyap includes Shares pledged with L&T Infrastructure Finance Limited, the lender has invoked 7882522 equity shares on 28.03.2014 and transferred the same to their own demat account till the time B. L. Kashyap and Sons Limited clears their overdues.

**c. Aggregate Number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date**

Particulars	Year (Aggregate No. of Shares)				
	2013-14	2012-13	2011-12	2010-11	2009-10
<b>Equity Shares :</b>					
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	102,720,000	-
Shares bought back	-	-	-	-	-
<b>Preference Shares :</b>					
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	-	-
Shares bought back	-	-	-	-	-

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### Note 5-Reserves And Surplus

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
<b>Capital Reserves</b>		
Opening Balance	2,550,000	2,550,000
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	2,550,000	2,550,000
<b>Securities Premium Account</b>		
Opening Balance	1,903,424,250	1,903,424,250
Add : Securities premium credited on Share issue	-	-
Less : Premium Utilised for various reasons	-	-
For Issuing Bonus Shares	-	-
Closing Balance	1,903,424,250	1,903,424,250
<b>General Reserves</b>		
Opening Balance	1,091,809,350	1,091,809,350
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	1,091,809,350	1,091,809,350
<b>Surplus</b>		
Opening balance	2,281,121,601	2,215,284,834
(+) Net Profit/(Net Loss) For the current year	(849,566,210)	84,077,101
(+) Transfer from Reserves	-	-
(-) Proposed Dividends	-	10,272,000
(-) Interim Dividends	-	-
(-) Unrealised profit on Stock	(5,784,040)	6,301,959
(-) Dividend Tax	-	1,666,375
Closing Balance	1,437,339,431	2,281,121,601
<b>Total</b>	<b>4,435,123,031</b>	<b>5,278,905,201</b>

### Note 6-Long Term Borrowings

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
<b>Secured</b>		
(a) Term Loans		
- From Banks	1,713,615,378	1,101,348,028
- From Others	24,528,641	226,462,643
1. Period of default		
2. Amount		
[Refer to note (a) and (b) below]		
	1,738,144,019	1,327,810,670
<b>Unsecured</b>		
(a) Term loans		
- Loans and advances from related parties	63,200,000	-
- from others	203,770,990	68,021,226
	266,970,990	68,021,226
<b>Total</b>	<b>2,005,115,009</b>	<b>1,395,831,896</b>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Secured Loans**

**(a) Term Loans From Banks**

1. Union Bank of India - ₹ 8,52,54,996 (Previous Year ₹ 8,52,54,996)  
(Loan from Union bank of India, are secured by way of first pari passu charge on Fixed Assets of Company except those specifically charged to financial Institutions/bank for term loans of machinery & vehicles and personal Guarantees of whole time Directors)
2. Syndicate Bank - ₹ 100,00,00,000 (Previous Year ₹ 100,00,00,000)  
Interest ₹ 4,04,91,734 delayed by 59 days.  
(Loan from Syndicate Bank secured by Subservient charge by way of hypothecation on all the Movable Assets, Current Assets, receivables and fixed assets & personal guarantees of whole - time Directors)
3. State Bank of India ₹ 26,82,00,000 (₹ Previous Year ₹ 50,82,00,000)  
(Loan from State Bank of India is secured by First pari passu charge over entire present, future Current Assets and pledge of company shares held by whole time directors)
4. ICICI Bank - ₹ 14,90,00,824 (Previous Year ₹ 35,14,67,290)  
Principal amount ₹ 6,11,20,824 & interest 37,80,921 delayed by 1 day.  
(Loan secured against Land & Building & Personal Gurantee of Directors & Corporate Guarantee by the company)
5. Indusind Bank - ₹ 66,17,62,554 (Previous Year ₹ 69,19,69,592)  
Principal amount ₹ 1,99,72,060 & interest 54,27,940 delayed by 77 days.  
(Loan secured against Land & Building & Personal Gurantee of Directors & Corporate Guarantee by the company)

**Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors**

1. From HDFC Bank Ltd. - Loans outstanding as at 31 March 2014 - ₹ 7,08,86,134 (Previous Year ₹ 10,69,32,996)  
Principal Amount ₹ 1,19,02,750 delayed by 70 days
2. From Dhanlaxmi Bank Ltd. - Loans outstanding as at 31 March 2014 - ₹ 50,28,020 (Previous Year ₹ 89,01,731)  
Principal Amount ₹ 10,62,504 & Interest ₹ 1,35,375 delayed by 75 days

**Loans Secured Against Hypothecation of Cars And Personal Guarantee of Whole - Time Directors**

From HDFC Bank Ltd. - Loans outstanding as at 31 March 2014 - ₹ 6,74,516 (Previous Year ₹ 13,73,967)

**(b) Term Loans From Others**

1. From L & T Infrastructure Finance Company Ltd. ₹ 4,09,68,141 (Previous Year ₹ 12,49,99,997)  
The Lender has invoked the pledged security of 78,82,522 equity shares of holding of Mr. Vinod Kashyap in the company by transferring the shares in their demat account. No adjustment on this account has been made  
Principal Amount ₹ 4,09,68,141 delayed by 211 days  
(Loans secured by Subservient charge by way of hypothecation on all the Movable Assets, Current Assets, receivables and fixed assets & personal guarantees of whole - time Directors)
2. From Reliance Capital Ltd. - Loans outstanding as at 31 March 2014 - ₹ 30,31,912 (Previous Year ₹ 2,53,90,971)  
Principal Amount ₹ 7,74,572 & Interest ₹ 34,740 delayed by 58 days each.  
(Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors)
3. From Srei Equipment Finance Limited - Loan outstanding as at 31 March 2014 ₹ 19,64,67,534 (Previous Year ₹ 37,20,25,015)  
Principal Amount ₹ 4,82,65,850 & Interest ₹ 70,64,586 delayed by 85 days.  
(Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors)
4. Srei Equipment Finance Pvt Ltd ₹ 7,26,71,530 (Previous Year ₹ 11,31,03,229)  
Principal amount ₹ 1,20,53,264 & interest 1,60,117 delayed by 89 days.



## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

(Loan Secured against Immovable Property situated at Bangaluru & Personal Gurantee of Whole-Time Directors & Corporate Guarantee by the company).

The above breakup of total loans as shown in a & b is ₹ 2,55,39,46,161 in aggregate. Out of which, an amount of ₹ 1,73,81,44,019 is shown under Long Term loans as per Note 6 and the balance of ₹ 81,58,02,142 is shown as part of the current maturities of Long term debt under other Current Liabilities as per Note 10 in terms of requirements of schedule VI to the Companies Act, 1956.

### Note 7-Other Long Term Liabilities

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
<b>Others</b>		
Sundry Creditors (Long Term)	244,725,380	172,462,161
Mobilisation Advance from Customers (Long Term)	1,051,371,952	1,411,715,005
Security Deposit Taken From Tenants	282,634,780	180,119,506
Interest Payable (Net of Tax)	17,056,014	–
<b>Total</b>	<b>1,595,788,126</b>	<b>1,764,296,672</b>

In the opinion of management, the Sundry Creditors Trade (Long Term) payable are those Sundry Creditors which are outstanding for a period of more than one year and hence not in operating cycle of the company.

### Note 8-Long Term Provisions

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
<b>Provision for employee benefits</b>		
Gratuity (unfunded)	74,501,641	73,676,192
Leave Encashment (unfunded)	5,510,155	5,243,133
<b>Total</b>	<b>80,011,796</b>	<b>78,919,325</b>

### Note 9-Short Term Borrowings

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
<b>Secured</b>		
Loans repayable on demand from banks (Refer to note (a) below)	3,448,790,484	2,791,591,643
	<b>3,448,790,484</b>	<b>2,791,591,643</b>
<b>Unsecured</b>		
Loans repayable on demand From Director	78,195,805	22,400,000
	<b>78,195,805</b>	<b>22,400,000</b>
<b>Total</b>	<b>3,526,986,289</b>	<b>2,813,991,643</b>

### Secured Loans

#### 1. Working Capital Facility From Banks

(Secured by way of first pari passu charge on Current Assets of the company and Second pari passu charge on Fixed Assets of the Company except those specifically charged to Financial Institutions/banks/others for term Loans of machinery & vehicles and Personal Guarantees of whole time Directors)

#### 2. Indusind Bank - ₹ 3,00,00,000 (Previous Year ₹ 3,00,00,000)

(Secured against Hypothecation of Current Assets & on Personal Gurantee Of Directors) & Corporate Guarantee of B.L.Kashyap & Sons Ltd (Holding Company)

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 10-Trade Payables**

(Amount in ₹)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Trade Payable (MSME)	22,134,708	26,391,066
Trade Payable (Others)	2,763,981,953	3,046,762,644
<b>Total</b>	<b>2,786,116,661</b>	<b>3,073,153,710</b>

**Note 11-Other Current Liabilities**

(Amount in ₹)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(a) Current maturities of long-term debt	1,283,522,828	2,171,086,928
(b) Interest accrued but not due on borrowings	198,978	737,956
(c) Interest accrued and due on borrowings	81,202,019	74,609,905
(d) Unclaimed dividends	195,315	179,335
(e) Application money received for allotment of securities and due for refund **	-	256,700
(f) Other payables		
- Statutory Dues	562,717,324	499,690,940
- Advance from Customer	728,430,687	1,602,274,460
- Others	1,097,157,738	1,189,471,906
<b>Total</b>	<b>3,753,424,888</b>	<b>5,538,308,130</b>

**Current maturities of long term debts**

1. ECL Finance Limited - NIL (Previous Year ₹ 5,11,66,049)

(Secured by Personal Guarantee of Directors & Pledge of Shares from Whole Time Directors)

2. L&T Infrastructure Finance Company Limited

The Lender has invoked the pledged security of 78,82,522 equity shares of holding of Mr. Vinod Kashyap in the company by transferring the shares in their demat account. No adjustment on this account has been made

**Note 12-Short Term Provisions**

(Amount in ₹)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Income Tax Provisions	20,383,216	25,225,964
Proposed Dividend	-	10,272,000
Provision for Dividend Tax	-	1,666,375
Provision for Wealth Tax	180,162	218,711
<b>Total</b>	<b>20,563,378</b>	<b>37,383,050</b>

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### NOTE 13-Fixed Assets Chart

Items	Gross Block At Cost				Accumulated Depreciation			Written Down Value		
	As At 1st April, 2013	Additions	Sales/ Adjustments	Total	As At 1st April, 2013	Sales/ Adjustments	For The Year	Total	As At 31st March, 2014	As At 31st March, 2013
	(Amount in ₹)									
<b>Tangible Assets</b>										
Land	25,995,773	-	-	25,995,773	-	-	-	-	25,995,773	25,995,773
Building	43,971,878	-	-	43,971,878	18,086,751	-	2,583,801	20,670,552	23,301,326	25,885,126
<b>Asset Under Lease</b>										
Leasehold Improvements	40,237,778	-	-	40,237,778	23,613,698	-	4,156,020	27,769,718	12,468,060	16,624,080
<b>Plant &amp; Machinery</b>										
Machinery	930,522,254	5,262,055	38,622,955	897,161,354	442,833,503	20,566,960	66,991,828	489,258,372	407,902,982	487,688,751
Office Equipments	9,403,159	868,987	640,450	9,631,696	4,689,579	386,910	716,557	5,019,225	4,612,471	4,713,580
Cellular Phones	5,884,214	64,000	1,164,808	4,783,406	3,685,950	808,234	264,368	3,142,084	1,641,322	2,198,264
Electrical Equipments	3,697,353	81,271	35,366	3,743,258	2,292,563	21,569	204,043	2,475,037	1,268,221	1,404,790
Computer Systems	42,910,429	793,966	3,368,691	40,335,705	38,174,436	3,234,047	2,153,518	37,093,908	3,241,797	4,735,993
Air Conditioners	12,098,643	445,748	3,582,164	8,962,226	6,863,146	2,278,477	611,389	5,196,058	3,766,169	5,235,496
Refrigerators	810,300	91,548	-	901,848	428,711	-	63,997	492,708	409,140	381,589
Coolers	2,142,501	-	248,160	1,894,340	1,750,335	176,238	50,758	1,624,854	269,486	392,166
Fans	3,443,487	150,852	1,089,717	2,504,621	3,148,459	1,050,319	193,645	2,291,786	212,836	295,027
Generators	33,356,100	-	192,400	33,163,700	16,172,935	173,466	2,388,589	18,388,058	14,775,642	17,183,165
Vehicles	103,052,130	2,647,521	1,497,751	104,201,900	72,934,595	1,353,763	8,326,303	79,907,135	24,294,765	30,117,535
Cycle	105,658	-	8,400	97,258	101,064	4,821	851	97,094	164	4,594
Shuttering Material	1,692,514,941	103,375,526	133,814,971	1,662,075,495	747,561,456	81,022,600	135,459,671	801,998,527	860,076,968	944,953,485
Furniture & Fixtures	24,861,959	387,976	4,503,274	20,746,661	17,588,527	3,715,682	1,359,361	15,232,206	5,514,455	7,273,432
<b>Hotel Unit</b>										
Computer	83,607	-	-	83,607	82,983	-	249	83,232	375	624
Kitchen Equipments	255,475	-	-	255,475	215,268	-	5,593	220,861	34,614	40,207
Sports Equipments	107,020	-	-	107,020	97,273	-	1,356	98,629	8,391	9,747
Televisions	273,828	-	-	273,828	273,798	-	12	273,810	18	30
Furniture & Fixtures	372,299	-	-	372,299	358,305	-	2,533	360,838	11,461	13,994
<b>(A) Total Tangible Assets</b>	<b>2,976,100,783</b>	<b>114,169,449</b>	<b>188,769,107</b>	<b>2,901,501,125</b>	<b>1,400,953,335</b>	<b>114,793,086</b>	<b>225,534,443</b>	<b>1,511,694,692</b>	<b>1,389,806,433</b>	<b>1,575,147,448</b>
<b>Intangible Assets</b>										
Computer Software	24,625,200	84,270	-	24,709,470	17,790,555	-	2,738,112	20,528,666	4,180,804	6,834,644
Rights & Mark	-	10,000	-	10,000	-	-	-	-	10,000	-
Goodwill	4,092,000	-	-	4,092,000	-	-	-	-	4,092,000	4,092,000
<b>(B) Total Intangible Assets</b>	<b>28,717,200</b>	<b>94,270</b>	<b>-</b>	<b>28,811,470</b>	<b>17,790,555</b>	<b>-</b>	<b>2,738,112</b>	<b>20,528,666</b>	<b>8,282,804</b>	<b>10,926,644</b>
<b>Capital Advance</b>	<b>700,000</b>	<b>-</b>	<b>-</b>	<b>700,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>700,000</b>	<b>700,000</b>
<b>Capital Work in progress</b>	<b>1,062,897,248</b>	<b>124,061,218</b>	<b>19,813,359</b>	<b>1,167,145,107</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,167,145,107</b>	<b>1,062,897,247</b>
<b>Pre - Operative Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(C) Total Capital Work in Progress</b>	<b>1,063,597,248</b>	<b>124,061,218</b>	<b>19,813,359</b>	<b>1,167,845,107</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,167,845,107</b>	<b>1,063,597,247</b>
<b>Gross Total (A+B+C)</b>	<b>4,068,415,231</b>	<b>238,324,937</b>	<b>208,582,466</b>	<b>4,098,157,702</b>	<b>1,418,743,889</b>	<b>114,793,086</b>	<b>228,272,555</b>	<b>1,532,223,358</b>	<b>2,565,934,344</b>	<b>2,649,671,339</b>
<b>Previous Year</b>	<b>4,447,914,932</b>	<b>227,648,033</b>	<b>607,147,734</b>	<b>4,068,415,231</b>	<b>1,204,097,210</b>	<b>42,634,444</b>	<b>257,281,124</b>	<b>1,418,743,889</b>	<b>2,649,671,342</b>	<b>3,243,817,719</b>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 14 - Non Current Investments -At Cost**

(Amount in ₹)

Sr. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
<b>A</b>	<b>Trade Investments (Refer A below)</b>		
	(a) Investment Properties	2,990,770,493	2,965,258,414
	<b>Total (A)</b>	2,990,770,493	2,965,258,414
<b>B</b>	<b>Other Investments (Refer B below)</b>		
	(a) Investment in Equity instruments-quoted	140,160	52,411,893
	(b) Investment in Equity instruments-unquoted	95,735	95,735
	(c) Investments in Government or Trust securities-unquoted	92,672	92,672
	(d) Investments in partnership firms	1,020,000	1,020,000
	<b>Total (B)</b>	1,348,567	53,620,300
	<b>Total</b>	2,992,119,060	3,018,878,714

(Amount in ₹)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Aggregate amount of quoted investments (Market value )	60,017	31,991,230
Aggregate amount of unquoted investments	2,991,978,900	2,966,466,821

**A. Details of Trade Investments**

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Whether stated at Cost Yes / No	If Answer to Column (9) is 'No' - Basis of Valuation
			2014	2013			2014	2013	2014	2013		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
	<b>Investment Properties</b>											
	50% Share in Spirit - Bangalore (Land & Building)								997,524,192	997,524,192	Yes	-
	50% Undivided Share in Arena - Bangalore (Land & Building)								1,187,397,358	1,187,397,358	Yes	-
	50% Undivided Share in Paradigm - Bangalore (Land & Building)								339,433,773	339,433,773	Yes	-
	75% Undivided Share in Spirit - Amritsar (Land & Building)								466,415,170	440,903,090	Yes	-
	<b>Total</b>								2,990,770,493	2,965,258,414		

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### B. Details of Other Investments

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Whether stated at Cost Yes / No	If Answer to Column (9) is 'No' - Basis of Valuation
			2014	2013			2014	2013	2014	2013		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
(a)	<b>Investment in Equity Instruments at cost</b>											
	Bajaj Finance Ltd	Others	1,100	1,100	Quoted	Fully Paid up			-	210,960	Yes	
	GR Cables Ltd	Others	1,300	1,300	Quoted	Fully Paid up			13,000	13,000	Yes	
	Northland Sugar Ltd	Others	4,800	4,800	Quoted	Fully Paid up			48,000	48,000	Yes	
	Reliance Capital Ltd	Others	500	500	Quoted	Fully Paid up			-	88,550	Yes	
	Somdatt Finance Corporation Ltd	Others	2,000	2,000	Quoted	Fully Paid up			20,000	20,000	Yes	
	Tata Steel Ltd	Others	750	750	Quoted	Fully Paid up			-	85,426	Yes	
	UCO BANK	Others	5,000	5,000	Quoted	Fully Paid up			-	124,937	Yes	
	Vijaya Bank	Others	2,500	2,500	Quoted	Fully Paid up			-	130,911	Yes	
	Crew B.O.S Products Ltd	Others	1,000	1,000	Quoted	Fully Paid up			59,160	59,160	Yes	
	Hotel Leela Venture Ltd	Others	10,000	10,000	Quoted	Fully Paid up			-	305,920	Yes	
	ITC LTD	Others	30,000	30,000	Quoted	Fully Paid up			-	1,094,281	Yes	
	Petronet LNG Limited	Others	1,000	1,000	Quoted	Fully Paid up			-	34,900	Yes	
	Strides Acro Lab Ltd	Others	1,000	1,000	Quoted	Fully Paid up			-	200,548	Yes	
	Jay Pee Infratech Ltd	Others	490,150	490,150	Quoted	Fully Paid up			-	49,995,300	Yes	
	<b>Total</b>								140,160	52,411,893		
	GI Power Corporation Ltd	Others	4,000	4,000	Un-Quoted	Fully Paid up			42,549	42,549	Yes	
	GTZ Securities Ltd	Others	5,000	5,000	Un-Quoted	Fully Paid up			53,186	53,186	Yes	
	<b>Total</b>								95,735	95,735		
(b)	<b>Investments in Government or Trust securities</b>											
	Kisan Vikas Patra	Others							7,282	7,282	Yes	
	6 Year Nsc VIII issue	Others							72,390	72,390	Yes	
	National Saving Certificate	Others							13,000	13,000	Yes	
	<b>Total</b>								92,672	92,672		
(c)	<b>Investments in partnership firms</b>											
	Soul space & Surkant Kakade						51%	51%	1,020,000	1,020,000	Yes	
	<b>Total</b>								1,020,000	1,020,000		
	<b>Total</b>								1,348,567	53,620,300		

#### Statement of investment in partnership firm

Name of the Firm	Name of Partners	Capital Investments	Profit Sharing Ratio
SURYAKANT KAKADE & SOUL SPACE	1. Soul Space Projects Limited	1020000	51%
	2. Suryakant Kakade & Associates	980000	49%
	<b>Total</b>	2000000	

#### Note 15-Long Term Loans Advances

(Amount in ₹)

Particulars	As at 31st March, 2014	As at 31st March, 2013
<b>a. Security Deposits</b>		
Unsecured, considered good	587,673,292	589,209,959
	587,673,292	589,209,959
<b>b. Other loans and advances</b>		
Inter Corporate Deposits	83,647,848	176,567,760
Others	500,000	500,000
Unsecured, considered good	-	-
	84,147,848	177,067,760
<b>Total</b>	671,821,140	766,277,719

Long Term Loans and Advances given to companies which are recoverable on demand have been classified as Long Term Loans and Advances as the management is of the view that there is no likelihood of asking for their repayment, atleast with in next 12 months.

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 16-Inventories**

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
a. Raw Materials and components (Valued at lower of cost and Net realisable value)	667,577,744	890,961,097
b. Work-in-progress (Valued at lower of cost and Net realisable value)	4,036,226,273	5,124,741,927
(-) Unrealised profit on Stock	(517,919)	(6,301,959)
c. Finished goods (Valued at lower of cost and Net realisable value)	22,000,791	39,817,733
d. Stock-in-trade (Valued at lower of cost or net realisable value)	76,529,691	76,529,691
<b>Total</b>	<b>4,801,816,581</b>	<b>6,125,748,489</b>

**Note 17-Trade Receivables**

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
Trade receivables outstanding for a period less than six months Unsecured, considered good	2,098,108,082	1,752,804,090
Trade receivables outstanding for a period exceeding six months Unsecured, considered good	1,838,821,855	2,957,558,535
<b>Total</b>	<b>3,936,929,937</b>	<b>4,710,362,625</b>

**For the purpose of classification of Trade Receivables, the due date has been taken as the date of billing.**

Sundry Debtors as at 31st March, 2014 include ₹ 1730 Lac (Previous year ₹ 1730 Lac) represents amounts of work done and retention which has been disputed by the Client. However, the matter has been referred to arbitration. The management is reasonably confident of establishing its claim for the said amount supported by proper evidence and consequently no change have been made to the values and classification of these amounts in the financial statements.

Sundry Debtors as at 31st March, 2014 include ₹ 766 Lac (Previous year NIL) represents amounts recoverable under a contract foreclosed by the client.

**Note 18-Cash And Cash Equivalents**

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
Balances with banks	51,149,412	103,186,293
This includes Earmarked Balances ₹ 34,79,713 (Previous Year ₹ 45,04,713)		
Cheques, drafts on hand	1,205,834	-
Cash on hand	75,702,715	40,532,218
<b>Total</b>	<b>128,057,961</b>	<b>143,718,511</b>

**Note 19-Short Term Loan And Advances**

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
a. Loans and advances to related parties Unsecured, considered good	103,436,673	102,366,722
a. Others Unsecured, considered good	679,539,114	716,300,342
<b>Total</b>	<b>782,975,787</b>	<b>818,667,064</b>

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### Note 20-Other Current Assets

Particulars	(Amount in ₹)	
	As at 31st March, 2014	As at 31st March, 2013
Advance Tax	597,992,767	477,968,074
Income Tax Refund Receivable	834,917,461	798,836,273
Value Added Tax- Recoverable	293,267,568	382,813,776
Service Tax Recoverable	60,398,670	94,344,017
Others	150,000,000	150,000,000
<b>Total</b>	<b>1,936,576,465</b>	<b>1,903,962,140</b>

### Note 21-Revenue From Operations

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
Construction Job Work -Net	12,631,738,664	14,975,354,718
Other operating revenues	222,541,495	183,581,492
Sale of Plotted Land & Flat	639,967,922	279,041,715
Sub-Total	13,494,248,081	15,437,977,925
Less: Excise Duty	3,438,576	4,925,272
<b>Total</b>	<b>13,490,809,505</b>	<b>15,433,052,653</b>

### Note 22-Other Income

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
Interest Income	9,143,012	54,652,467
Dividend Income	1,195,400	434,103
Net gain/loss on sale of Fixed Assets	(29,791,540)	17,145
Share of Profit from Partnership Firm	715,403	714,327
Other non-operating income (net of expenses directly attributable to such income)	188,394,369	150,663,449
<b>Total</b>	<b>169,656,644</b>	<b>206,481,491</b>

### Note 23-Cost Of Materials Consumed

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
Opening Stock-Materials	890,961,096	790,505,999
Add: Purchases		
Basic Materials	1,055,277,681	1,168,114,296
Cement and Cement Products	1,514,874,204	2,519,067,389
Doors and Windows	74,817,225	103,804,013
Flooring, Cladding and Paving	161,934,888	195,831,568
Reinforcement Steel and Accessories	1,697,520,276	2,591,452,969
Structural Steel	636,717,629	265,443,794
Other Materials	1,285,979,201	1,020,511,638
Aluminium	2,461,558	4,957,494
UPVC	21,811,377	16,379,940
Steel	3,719,008	4,798,075
Wood	89,763	2,467,589
Board	3,342,957	6,999,188
Less: Closing Stock	667,577,745	890,961,097
<b>Total</b>	<b>6,681,929,119</b>	<b>7,799,372,856</b>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 24-Project Direct Expenses**

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
Opening Balance	377,289,425	584,612,096
Purchases	3,782,597	-
Development Expenses	41,302,722	26,039,167
Brokerage & Commission	35,000	6,022,313
Electricity and Water Expenses	6,059,867	5,706,547
Security Charges	666,046	614,606
Repair & Maintenance	173,314	226,699
Food Court Expenses	12,660,577	5,445,006
Advertisements	3,690,634	4,733,908
Processing Charges	3,933,940	1,229,779
<b>Total</b>	<b>449,594,122</b>	<b>634,630,121</b>
Less: Transferred to Work in Progress	5,929,011	190,961,077
Transferred to Land and Building	21,246,619	334,421,806
Transferred to Capital Work in Progress	186,493,532	186,328,348
Balance Transferred to Profit & Loss Account	235,924,960	(77,081,110)
Joint Development Cost (Flat / Plotted Land)	1,358,370	984,721
<b>Total</b>	<b>237,283,330</b>	<b>(76,096,389)</b>

**Note 25-Changes In Inventories Of Work-In-Progress And Stock In Trade**

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
<b>Work-In-Progress</b>		
Opening	4,363,209,993	4,409,605,516
Closing	3,470,050,370	4,403,027,726
Changes-Increase/(Decrease)	893,159,623	6,577,790
<b>Stock In trade</b>		
Opening	116,347,424	91,646,871
Closing	98,530,482	76,529,691
Changes-Increase/(Decrease)	17,816,942	15,117,180
<b>Total</b>	<b>910,976,565</b>	<b>21,694,970</b>

**Note 26-Other Manufacturing Expenses**

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
Wages including welfare expenses	5,864,323	17,054,916
Purchase Consumables	9,664,193	13,998,130
Power & Fuel	2,338,339	3,022,960
Repair & Maintenance- Machine	430,663	880,614
Other Direct Expenses	2,506,723	3,766,868
<b>Total</b>	<b>20,804,240</b>	<b>38,723,488</b>



## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

### Note 27-Employees Benefit Expenses

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
<b>Salaries &amp; Wages - staff</b>		
Opening Balance	25,521,410	15,949,877
Salaries & Wages	2,333,886,312	2,755,884,979
Contribution to Provident Fund	48,140,501	46,115,474
Contribution to ESI	3,102,649	1,438,105
Staff Welfare	12,114,639	17,066,636
Gratuity	4,609,195	11,623,506
Leave Encashment	267,022	236,315
Bonus	4,510,150	6,116,871
Medical Expenses	6,263,041	9,777,900
<b>Salaries &amp; Wages - Directors</b>		
Remuneration	1,800,000	8,940,000
Sitting Fees	256,500	235,000
Medical Expenses	249,155	73,490
<b>Total</b>	<b>2,438,920,574</b>	<b>2,873,458,153</b>
Less: Transferred to Work in Progress	477,348	14,821,116
Transferred to Land and Building	231,960	3,317,367
Transferred to Capital Work in Progress	10,796,708	10,700,293
<b>Total</b>	<b>2,427,414,558</b>	<b>2,844,619,377</b>

### Note 28-Finance Cost

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
Opening Balance	665,049,933	621,630,547
Interest expense	932,810,634	960,149,075
Other borrowing costs	113,780,973	103,232,876
<b>Total</b>	<b>1,711,641,540</b>	<b>1,685,012,498</b>
Less: Transferred to Work in Progress	510,378	29,425,960
Transferred to Land and Building	20,101	92,279,889
Transferred to Capital Work in Progress	738,110,347	635,623,973
<b>Total</b>	<b>973,000,714</b>	<b>927,682,676</b>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**Note 29-Other Expenses**

Particulars	(Amount in ₹)	
	Year ended 31st March, 2014	Year ended 31st March, 2013
Opening Balance	28,924,795	23,941,845
Consumption of stores and spare parts	34,432,621	34,012,929
Power and Fuels	321,331,292	383,788,596
Bad Debts Written Off	143,851,514	-
Hire Charges	277,134,365	324,100,755
Repairs to Machine	26,859,675	20,748,062
Security Charges	53,927,796	58,953,907
Rent	51,057,040	61,736,752
Office Maintenance	31,523,505	26,815,050
Insurances	26,083,361	29,937,078
Rates And Taxes	2,323,930	32,838,719
Travelling Expenses	9,282,556	10,542,298
Vehicle Running and Maintenances Expenses	20,118,256	20,098,506
Tender Fees	665,389	631,068
Legal And Professional expenses	40,466,753	33,977,952
Printing And Stationery Expenses	5,288,274	8,609,625
Advertisement Expenses	662,502	755,235
Business Promotion Expenses	2,452,769	3,506,501
Auditors Remuneration	2,266,276	1,262,194
Other Expenses	45,333,809	82,726,379
<b>Total</b>	<b>1,123,986,475</b>	<b>1,158,983,451</b>
Less: Transferred to Work in Progress	482,101	16,753,850
Transferred to Land and Building	3,693,400	10,884,028
Transferred to Capital Work in Progress	15,914,526	12,170,944
<b>Total</b>	<b>1,103,896,447</b>	<b>1,119,174,629</b>

In terms of our Audit Report of even date

**For Sood Brij & Associates**  
**Chartered Accountants**  
**Firm Regn. no. 00350N**

**A.K. Sood**  
**Partner**  
**Membership No.-14372**

**Place : New Delhi**  
**Dated : 28th May, 2014**

**Pushpak Kumar**  
**Company Secretary**

**Ashok Bansal**  
**Vice President (Finance)**

**Vikram Kashyap**  
**Joint Managing Director**  
**DIN:00038937**

For and on behalf of the Board of Directors

**Vinod Kashyap**  
**Chairman**  
**DIN:00038854**

**Vineet Kashyap**  
**Managing Director**  
**DIN:00038897**





### **Registered Office**

#### **B. L. Kashyap and Sons Limited**

CIN:L74899DL1989PLC036148

409, 4<sup>th</sup> Floor, DLF Tower A,  
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Tel : +91 11 40500 300, +91 11 43058 345  
Fax : +91 11 40500 333  
Email : info@blkashyap.com

### **Regional Office**

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