



ASHOKA BUILDCON LIMITED

ANNUAL REPORT 2009-10

BOARD OF DIRECTORS	Mr. Ashok M. Katariya Mr. Satish D. Parakh Mr. Sunil B. Raisoni Mr. Michael Pinto Mr. Milapraj Bhansali Mr. A. D. Narain Mr. Sharad Abhyankar Mr. Shyam Sundar S. G.	Chairman Managing Director Director Director Director Director Director Director
COMPANY SECRETARY	Mr. Manoj A. Kulkarni	
AUDITORS	M/s M. P. Chitale & Co., Mumbai	
REGISTERED OFFICE	Ashoka House, Ashoka Marg, Nashik – 422 011	
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ASHOKA BUILDCON LIMITED**NOTICE TO SHAREHOLDERS**

NOTICE is hereby given that the Seventeenth Annual General Meeting of the members of **Ashoka Buildcon Limited** will be held on Thursday, June 24, 2010 at 11.30 a. m. at the registered office of the company at "Ashoka House", Ashoka Marg, Nashik – 422 011 to transact the following businesses –

ORDINARY BUSINESS:

1. To receive, consider and adopt the Balance Sheet as at 31st March 2010, Profit and Loss Account for the year ended on that date along with the reports of the Board of Directors and Auditors thereon.
2. To appoint Director in place of Mr. Milapraj Bhansali, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Director in place of Mr. Michael Pinto who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General meeting and to fix their remuneration and to pass the following resolution thereof.

“RESOLVED THAT pursuant to provisions of Section 224 and any other applicable provisions of the Companies Act, 1956, if any, M/s M. P. Chitale & Co., Chartered Accountants, Mumbai, the retiring auditors, be and are hereby re-appointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and the Board of Directors of the Company be and are hereby authorized to fix their remuneration for the said period plus out of pocket expenses incurred in the performance of their duties.”

SPECIAL BUSINESS

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

“RESOLVED THAT in partial modification of the special resolution passed at extra ordinary general meeting of the shareholders of the Company held on September 7, 2009, the consent and approval of the Company be and is hereby accorded to the Board of Directors of the Company for reduction of employee reservation portion, in the proposed initial public offering of the equity shares of face value of Rs. 10 each of the Company to the tune of Rs. 2,250 million including premium (the **“Issue Size”**), from an amount of 2% of the Issue Size to an amount of up to 0.50% of the Issue Size.”

Place : Mumbai
Date : 21/06/2010

For and on behalf of the Board

Sd/-

(ASHOK M. KATARIYA)
Chairman

NOTE :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote, instead of himself/herself and the proxy need not be a member of the company. Proxy form in order to be valid should be deposited at the Registered Office of the company at least 48 hours before the meeting.
2. Explanatory statement pursuant to Section 173(2) of Companies Act, 1956 relating to above item of business is annexed to this notice.

Explanatory statement pursuant to the provisions of Section 173(2) of Companies Act 1956:

Item No. 5:

The members of the Company had approved an issue of equity shares of face value of Rs. 10 each of the Company aggregating up to Rs. 2,250 million including a reservation of 2% of the Issue size through a resolution dated September 7, 2009 (the "**Issue**"). However, pursuant to the amendment dated December 11, 2009 to the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009, the value of allotment to any employee in pursuance of competitive reservation cannot exceed Rs. 100,000. In view of the same, the Board of Directors have through resolution dated June 21, 2010, in partial modification of their resolution dated September 7, 2009, approved that, subject to the approval of the shareholders, reservation for employees of the Company on competitive basis in the Issue may be reduced to 0.50% of the Issue size.

In view of the above and in terms of Section 81(1A), and other applicable provisions of the Companies Act, 1956, the approval of the shareholders of the Company (the "**Shareholders**") is required through a special resolution.

The Board of Directors recommends the resolution in Item No. 5 of the Notice for your approval.

Except Mr. Ashok M. Katariya, Mr. Satish D. Parakh and Mr. Sunil B. Raisonni to the extent of their shareholding in the Company, none of the Directors of the Company are interested in the said Resolution.

MANAGEMENT DISCUSSION AND ANALYSIS

FORWARD LOOKING STATEMENT

The report contains forward looking statements, which describes the company's objectives, projections, estimates, expectations or predictions within the application Securities, Laws and Regulations. The Company's actual results, performance or achievements could thus differ materially from those projected in any such forward looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent developments, information or events.

OVERVIEW

Our Company is one of the leading companies in Infrastructure Development having Pan India presence. We are developing and building infrastructure facilities on the basis of:

- Built Operate and Transfer (BOT)
- Engineering, Procurement and Construction (EPC)

In addition, the Company also has the facility for Ready Mix Concrete (RMC) and Bitumen supply and Toll Collection Contract.

The Company has bagged two new projects aggregating to Rs.1,80,000 Lacs on BOT basis in the state of Karnataka and Orissa, which will start construction from the next year.

SUCCESSFUL PROJECT EXECUTION

The Company has a proven track record of successful completion of Projects under BOT and EPC.

The Company has in-house facility for the entire operations under BOT starting from Traffic Survey to the handing over of the projects at the end of the concession periods. The Company has already handed over Three (3) projects after the successful completion of concession period.

Currently Four Projects located in Maharashtra, Madhya Pradesh and Chhatisgarh are under construction on BOT Basis through Special Purpose Vehicles (SPVs), which are running on schedule.

INNOVATION, QUALITY AND ENVIRONMENT PORTFOLIO

Today, we are facing the threats of Global Warming on the planet, which is disturbing the normal life of all the living things through floods, draughts, issues of clean water, pollution.

The Company has continued its habits and responsibility for innovation, quality and environment. Our Company has been certified as ISO 14064.1 as GHG complying company to be a part of the environment friendly and conscious.

RESOURCES AND LIQUIDITY

The Company has continued the strength of resources and liquidity. The Company has reduced the interest cost, sale of treasury shares and continued optimisation of long term resources. CRISIL has rated the company's debt.

INFRASTRUCTURE

The Government is pushing hard for the rapid development of infrastructure facilities in India. The Current Budget presented by our Hon'ble Finance Minister Shri Pranav Mukharjee The government has proposed various benefits, schemes and provide liquidity to boost the infrastructure sector. The Budget has first time proposed the Infrastructure Bond to provide the greater liquidity for the infrastructure development. The Government has also eased the norms of the foreign direct investments in Infrastructure Sector and provided the other benefits in the current budget.

CHALLENGES RISKS & CONCERNS

Our business is substantially dependent on road and bridge projects in India undertaken or awarded by governmental authorities and other entities funded by governments. Any change in government policies resulting in a decrease in the amount of road and bridge projects undertaken or a decrease in private sector participation in road and bridge projects may adversely affect our business and results of operations.

Infrastructure projects involve agreements that are long-term in nature (as much as three years in EPC contracts and five to 25 years in BOT road projects). All long-term projects have inherent risks associated with them and involve variables that may not necessarily be within our control. Accordingly, we are exposed to a variety of implementation and other risks, including construction delays, material shortages, unanticipated cost increases, cost overruns, inability to negotiate satisfactory arrangements with joint venture partners, and disagreements with our joint venture partners. In addition, the long-term nature of our contracts exposes us to increased risk of unforeseen business and industry changes which could have a material adverse effect on our business, financial condition and results of operations.

We are increasingly bidding for and winning contracts for large-scale infrastructure projects. There are various risks associated with the execution of large-scale projects. Large contracts may take up an increasingly large part of our portfolio, increasing the potential volatility of our results through increased exposure to individual contract risks. Managing large-scale integrated projects may also increase the potential relative size of cost overruns and negatively affect our operating margins. In addition, we may need to execute large-scale projects through joint ventures with other companies, which expose us to the risk of default by our joint venture partners.

Cost of Inputs like, Bitumen depends upon the International Market for Oil. Bitumen, being a major raw material, any Changes in the Oil prices affects the cost of the projects. The availability of labour force to carry out the work is also a major risk factor.

HUMAN RESOURCES DEVELOPMENT

The company has continued to maintain a constructive relationship with its staff members through continual training for development of skills, productivity and efficiency.

FINANCIAL OVERVIEW

During the current year, Ashoka Buildcon Ltd. has achieved another milestone in terms of Revenue and Profits. The Company has achieved the highest revenue and Profits during the year in its history beating the threat of recession.

(Rupees in Lacs)

Particulars	2009-10	2008-09	2007-08
Revenue	1,13,649	75,600	34,196
Profit before Tax	9,916	5,686	2,401
Profit after Tax	7,569	4,780	2,198

DERIVATIVE EXPOSURE

The Company has two derivative exposures aggregating to Rs.10,112 Lacs outstanding, having positive Mark to Market (MTM) of Rs.59 Lacs as at 31.3.2010

OTHER INCOME

Other income during the year has increased to Rs.2,025 Lacs compared to Rs.1,374 Lacs in the previous year. This is due to the Refund of Sales Tax and the profit from the JVs and Partnership Firm

COST OF CONSTRUCTIONS

The Cost of Constructions to Contract Revenue has increased to 87.43% in the current year compared to 85.34% in the previous year. This due to due to increase in the input cost of Raw Materials and change in the execution mix of the projects.

FINANCE COST

The Finance Cost has reduced to Rs.3,417 Lacs during the year compared to Rs.4,492 Lacs in the previous year. The average collection period and the stock turnover has improved during the year.

DEPRECIATION AND AMORTISATION

Depreciation & Amortisation to Total Operational Revenue has reduced 3.19% during the year compared to 4.46% in the previous year. This indicates the efficient use of and the efficiency of the long term resources.

TAXATION

The provision for taxation has increased to Rs.2,347 Lacs during the year compared to 906 Lacs in the previous year. The same is increased to proportion of exempted income / profit to Total Income/Profit during the year.



ASHOKA BUILDCON LIMITED

DIRECTORS REPORT TO THE MEMBERS

To the Shareholders,

The Directors present the Seventeenth Annual together with the audited accounts of the company for the year ended 31st March, 2010.

1) Financial Results

Financial results of the company for the year under review along with the figures for previous year are as follows:

Particulars	(Rs. In Lacs)	
	2009-2010	2008-2009
Total Receipts / Gross Sales & Operating Income	113649.34	75600.40
Gross Profit Before Depreciation and Tax	13474.26	8996.22
Depreciation	3558.20	3310.31
Profit Before Tax	9,916.06	5685.91
Provision for Taxation	2341.72	902.69
Net Profit for the year	7569.19	4780.19
Balance carried to Balance Sheet	19257.60	11688.41
Earning Per Share of Rs. 10/- each		
Basic	16.57	10.46
Diluted	16.33	10.29

2) Operations

In the year under review, the two major BOT projects viz. Bhandara and Durg Projects on NH-6 have achieved a considerable progress. Bhandara Project is completed by 94.81% and is scheduled to be over by June 2010. Durg Project is completed by 63.96% and scheduled to be over by November 2010. Further EPC work on the Jaora-Nayagaon Project is completed by 92%. The Company along with L&T as senior partner has been awarded. The Company has bagged an EPC Contract for Rs.580.05 Crores for Pimpalgaon Nashik Gonde Project on NH-3, which has been awarded under joint bidding by the Company along with L&T Ltd.. The Financial Closure for the said project has been achieved.

The Company has further bagged Five Major EPC Contracts for Distribution & Transmission aggregating to Rs.750.93 Crores from Maharashtra State electricity Distribution Co. Ltd. The Company has completed 35% of total work.

3) Initial Public Offer

Your Company had re-filed Draft Red Herring Prospectus (DRHP) with Securities Exchange Board of India (SEBI) and has received final observations from SEBI. Company, in consultation with Book Running Lead Managers will file Red Herring Prospectus with SEBI and also Prospectus with the Registrar of Companies, (RoC) Mumbai. Company will open the issue at the opportune time.

4) Capital Expenditure

As at March 31, 2010, the Gross Fixed Assets & Intangible Assets stood at Rs. 38483.15 Lacs and net fixed assets & net intangible assets at Rs.23268.21 Lacs. Additions during year amounted to Rs.4810.58 Lacs.

Company has been awarded following prestigious projects during the period under review:

Project	Value of works (INR Crores)
Six laning of Belgaum Dharwad Road Project	650.00
Four Laning of Sambalpur Baragarh Road Project	1,000.00

5) Future Outlook

The Company, with its competence and focus on BOT projects will continue to bid for projects under BOT Scheme.

It will also strengthen its skills in executing power distribution projects and also bid for more of power projects.

6) Subsidiaries

During the previous year, Company's shareholding in two of its subsidiaries viz. Ashoka Highways (Bhandara) Limited & Ashoka Highways (Durg) Limited, has been reduced to 53.16% and 60.19% respectively. A statement under section 212 of the Companies Act, 1956, in respect of the said Subsidiaries, is annexed as Annexure "A" with this report for information of Members.

7) Dividend

The Directors do not recommend any dividend to be paid on Equity Share Capital for the Financial Year 2009-2010 and the available surplus is retained to strengthen the net worth of the company and to pursue investments in BOT projects.

8) Insurance

The Company for all its properties including building, plant & machinery, stocks etc has taken adequate and proper insurance cover.

9) Fixed Deposits

The company has not accepted any public deposits during the year within the meaning of the provisions of Section 58A of the Companies Act, 1956.

10) Accounts

The Board took a note of Draft Auditors' Report on the Accounts for the year ended 31st March, 2010 and noted the qualifications made in the report.

Fullest information and explanation on the same are as follows

The Internal Audit system of the Company needs to be enhanced to cover the core activities of the organization to make it commensurate with the size and nature of the business. - The Company has taken steps to define the scope of Internal Auditors so as to cover the core activities more effectively.

11) Appointment/Reappointment of Directors

In accordance with the provisions of the Companies Act, 1956 read with the Articles of Association of the company, Mr. Milapraj Bhansali and Michael Pinto Directors of the company retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for reappointment.

12) Auditors

The retiring Auditors, M/s. M. P. Chitale & Co., Chartered Accountants, Mumbai, retire and being eligible, offer themselves for re-appointment. They have confirmed their eligibility.

13) Disclosure of Particulars

Information in accordance with section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Directors Report for the year ended 31st March, 2010 is not given as the company is not covered by the Schedule of Industries which require furnishing of information in Form A of Total Consumption of Energy and Per Unit Consumption and in Form B of Technology Absorption. Nevertheless, during the period company continued its endeavor to conserve energy through various modes.

There was no foreign exchange earning during the year but foreign exchange outgo was as under:

Particulars	Amt. (Rs. In Lacs)
Machinery Purchases	505.79
Machinery Spare Parts	15.02
Consultancy Fees	49.03
Travelling Expenses	2.85

14) Personnel

Information in accordance with the provisions of section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 as amended is given in the statement attached.

15) Directors Responsibility Statement

Pursuant to the requirement of Section 217(2AA) of the Companies Act, 1956, the Board of Directors hereby state:

- a) That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- b) That the Directors had selected accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period.
- c) That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company for that period.
- d) That the Directors had prepared the annual accounts on a going concern basis.

16) Corporate Governance

We have been complying with the provisions of Clause 49 of the Listing Agreement voluntarily. The Corporate Governance Report is provided in Corporate Governance section of this Annual Report separately.

17) Employee Stock Option Scheme

We have introduced Employee Stock Option Scheme 2007 (ESOP 2007) for our employees. The details of options granted under ESOP 2007 are given in the following table.

Particulars	
Total options authorised to be granted	11,42,400 options
Fair Market Value	Rs. 190/- per option
Variation in terms	N. A.
Ratio of Options to equity shares	1 option =1 equity share
Options granted during the year	NIL
Options vested as of March 31, 2010	Nil
Options exercised during the year	Nil
Options forfeited or lapsed during the year	119,220
Total No. of options in force at the end of the year	660,830
Grant to senior management	NIL
Employees receiving 5% or more of the total no. of options granted during the year	NIL
Employees granted options equal to or more than 1% of the issued capital	Nil
Diluted EPS on issue of shares on exercise calculated in accordance with AS 20	16.33

The Board of Directors have postponed Vesting of Options as per ESOP Scheme 2007 till May 31, 2010 or listing of Company's equity shares whichever is later.

18) Acknowledgement

We thank our customers, vendors, bankers, financial institutions and associates for their continued support during the year. We place on record our deep appreciation for the services rendered by the employees of the company at all levels. Our consistent growth was made possible by their continued hard work, dedication, solidarity, loyalty, cooperation and support. We thank Government, PWD, Road Development Corporations of various States where we have our operations. We also thank Government of India, National Highways Authority of India, and other Government Agencies for their support and look forward to their continued support in future.

Place: Mumbai
Date: 21/06/2010

For and on behalf of the Board of Directors

Sd/-

(Ashok M. Katariya)
Chairman

Additional information on directors recommended for re-appointment

Milap R. Bhansali, aged 58 years, is an Independent Director on the Board of the Company. He is a Chartered Accountant by profession and has an experience of 35 years in managing chemicals and engineering industries. He has had experience in turning around sick industrial units to profit generating businesses. Milap R. Bhansali's key areas of operations include finance, marketing and general management.

Michael Pinto, aged 67 years, is an Independent Director on the Board of the Company. He holds a Masters degree in Public Administration. Michael Pinto is a retired IAS officer and has served in various capacities both at state and the centre. Michael Pinto's major assignments include Chief Executive Officer of MIDC, Vice Chairman and Managing Director of MSRDC, Chairman and Managing Director of Handicrafts and Handlooms Export Corporation of India, Chairman of MSEB, Chairman Jawaharlal Nehru Port Trust, Minister (Economic), Embassy of India, Paris and Secretary (Shipping) to the Government of India. Michael Pinto has also chaired the committee that prepared Maharashtra's case for presentation to the 12th Finance Commission.

ASHOKA BUILDCON LIMITED

Statement pursuant to section 212 of the Companies Act, 1956 relating to Company's interest in Subsidiary Companies

1	Name of the Subsidiary	Ashoka Infraways Pvt. Ltd.
2	Financial year for the Subsidiary Company	01.04.2009 to 31.03.2010
3	Date from which it became Subsidiary Company	18.12.2001
4	No. of Shares held at the end of the financial year of the Subsidiary Company	10,00,000
5	Extent of interest of holding company at the end of financial year of the Subsidiary Company	100%
6	The net aggregate amount of the subsidiary company's Profit / (Loss) so far as it concerns the members of the holding company	Rs. 71,435,228

ASHOKA BUILDCON LIMITED

Statement pursuant to section 212 of the Companies Act, 1956 relating to Company's interest in Subsidiary Companies

1	Name of the Subsidiary	Ashoka Infrastructure Ltd.
2	Financial year for the Subsidiary Company	01.04.2009 to 31.03.2010
3	Date from which it became Subsidiary Company	14.04.2006
4	No. of Shares held at the end of the financial year of the Subsidiary Company	1,97,50,000
5	Extent of interest of holding company at the end of financial year of the Subsidiary Company	100%
6	The net aggregate amount of the subsidiary company's Profit / (Loss) so far as it concerns the members of the holding company	Rs. 53,043,424

ASHOKA BUILDCON LIMITED

Statement pursuant to section 212 of the Companies Act, 1956 relating to Company's interest in Subsidiary Companies

1	Name of the Subsidiary	Viva Highways Pvt. Ltd.
2	Financial year for the Subsidiary Company	01.04.2009 to 31.03.2010
3	Date from which it became Subsidiary Company	20.05.2006
4	No. of Shares held at the end of the financial year of the Subsidiary Company	72,57,864
5	Extent of interest of holding company at the end of financial year of the Subsidiary Company	74%
6	The net aggregate amount of the subsidiary company's Profit / (Loss) so far as it concerns the members of the holding company	Rs. 189,247,861

ASHOKA BUILDCON LIMITED

Statement pursuant to section 212 of the Companies Act, 1956 relating to Company's interest in Subsidiary Companies

1	Name of the Subsidiary	Ashoka-DSC Katni Bypass Road Pvt. Ltd.
2	Financial year for the Subsidiary Company	01.04.2009 to 31.03.2010
3	Date from which it became Subsidiary Company	15.07.2006
4	No. of Shares held at the end of the financial year of the Subsidiary Company	29,96,700
5	Extent of interest of holding company at the end of financial year of the Subsidiary Company	99.89%
6	The net aggregate amount of the subsidiary company's Profit / (Loss) so far as it concerns the members of the holding company	Rs. 9,755,011

ASHOKA BUILDCON LIMITED

Statement pursuant to section 212 of the Companies Act, 1956 relating to Company's interest in Subsidiary Companies

1	Name of the Subsidiary	Ashoka Highways (Bhandara) Ltd.
2	Financial year for the Subsidiary Company	01.04.2009 to 31.03.2010
3	Date from which it became Subsidiary Company	15.03.2007
4	No. of Shares held at the end of the financial year of the Subsidiary Company	13,317,658
5	Extent of interest of holding company at the end of financial year of the Subsidiary Company	53.16%
6	The net aggregate amount of the subsidiary company's Profit / (Loss) so far as it concerns the members of the holding company	(Rs. 5,158,955)

ASHOKA BUILDCON LIMITED

Statement pursuant to section 212 of the Companies Act, 1956 relating to Company's interest in Subsidiary Companies

1	Name of the Subsidiary	Ashoka Highways (Durg) Limited
2	Financial year for the Subsidiary Company	01.04.2009 to 31.03.2010
3	Date from which it became Subsidiary Company	15.03.2007
4	No. of Shares held at the end of the financial year of the Subsidiary Company	15,154,736
5	Extent of interest of holding company at the end of financial year of the Subsidiary Company	60.19%
6	The net aggregate amount of the subsidiary company's Profit / (Loss) so far as it concerns the members of the holding company	(Rs. 5,288,779)

ASHOKA BUILDCON LIMITED

Statement pursuant to section 212 of the Companies Act, 1956 relating to Company's interest in Subsidiary Companies

1	Name of the Subsidiary	Ashoka Pre-Con Pvt. Ltd.
2	Financial year for the Subsidiary Company	01.04.2009 to 31.03.2010
3	Date from which it became Subsidiary Company	24.10.2008
4	No. of Shares held at the end of the financial year of the Subsidiary Company	370,275
5	Extent of interest of holding company at the end of financial year of the Subsidiary Company	51%
6	The net aggregate amount of the subsidiary company's Profit / (Loss) so far as it concerns the members of the holding company	(Rs. 3,434,823)

ASHOKA BUILDCON LIMITED

Statement pursuant to section 212 of the Companies Act, 1956 relating to Company's interest in Subsidiary Companies

1	Name of the Subsidiary	Ashoka Technologies Pvt. Ltd.
2	Financial year for the Subsidiary Company	01.04.2009 to 31.03.2010
3	Date from which it became Subsidiary Company	14.10.2008
4	No. of Shares held at the end of the financial year of the Subsidiary Company	9,980
5	Extent of interest of holding company at the end of financial year of the Subsidiary Company	99.80%
6	The net aggregate amount of the subsidiary company's Profit / (Loss) so far as it concerns the members of the holding company	Rs. 131,574

ASHOKA BUILDCON LIMITED

Annexure I

Information as per section 217(2A)(a) read with the Companies (Particulars of Employees) Rules, 1975 and forming part of Directors Report for the year ended 31st March, 2010

i) Employed throughout the Financial Year

S r. N o.	Name & Designation	Gross Remuneration *	Qualification	Age (Yrs)	Total Experience (Years)	Date of Commencement of Employment / appointment	Last Employment and Designation
1.	Ashok M. Katariya Chairman	8,260,500	B. E. Civil (Gold Medalist)	61	35	1 st April, 2009	---
2.	Satish D. Parakh Managing Director	8,262,900	B. E. Civil	51	26	1 st April, 2009	---
3.	Sunil B. Rasoni Whole Time Director	2,774,900	D. E. Civil	49	26	1 st April, 2009	---
4.	Sanjay P. Londhe Executive Director	5,185,200	B. E. Civil	47	24	25 th August 1989	Tata Consultancy
5.	Rajendra C. Burad ** Executive Director	1,122,160	B. E. Civil (Gold Medalist)	43	21	1 st October 2009	
6.	Anil S. Gandhi ** Executive Director	1,298,900	B. E. Civil	51	24	1 st October 2009	

- * Remuneration includes Salary & Company's contribution to Provident Fund.
- ** Appointed w.e.f. 1st October 2009

Corporate Governance Report

Corporate governance is the application of best management practices, compliance of laws & adherence to ethical standards to achieve Company's objective of enhancing shareholder value and discharge of social responsibility.

Your Company's philosophy is to become an icon in infrastructure development, through innovation, professionalism, active leadership in product quality and sustained growth by delivering value to esteemed customers.

Your Company will continue to conduct operations in a manner so as it protects people, property and the environment by identifying, controlling and reducing all associated risks to a level as low as reasonably practicable.

A. Board Composition

Size and composition of the Board

The current policy is to have optimum mix of executive and independent directors to maintain independence of the Board.

Presently, the Board consists of eight members, three of whom are executive or whole time directors, one is non-executive and four are independent directors.

B. Board Meetings

Four Board meetings were held during the year ended 31st March 2010. These were held on May 25, 2009, September 7, 2009, November 18, 2009 and February 3, 2010.

Name of the Director	No. of Meetings	
	Held	Attended
Mr. Ashok M. Katariya	4	3
Mr. Satish D. Parakh	4	4
Mr. Sunil B. Raisonni	4	3
Mr. Milapraj S. Bhansali	4	2
Mr. Michael Pinto	4	3
Mr. Anantdeo Narain	4	1
Mr. Sharad D. Abhyankar	4	4
Mr. Shyam Sundar S. G.	4	2

C. Board Committees

Currently, the Board has Three Committees viz. Audit Committee, Compensation Committee and Investor Grievance Committee. All Committees consist of majority of independent directors.

a. Audit Committee

The Audit Committee of the Company is constituted pursuant to the provisions of the Companies Act, 1956 and the Listing Agreement. As on March 31, 2010, the Audit Committee comprises of the following Directors. Out of these, three are Independent Directors.

Mr. Milapraj S. Bhansali Chairman
Mr. Michael Pinto
Mr. Sharad D. Abhyankar
Mr. Shyam Sundar S.G.
Mr. Satish D. Parakh

Scope of Audit Committee

1. Overview of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
4. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
 - a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (2AA) of section 217 of the Companies Act, 1956
 - b. Changes, if any, in accounting policies and practices and reasons for the same
 - c. Major accounting entries involving estimates based on the exercise of judgment by management
 - d. Significant adjustments made in the financial statements arising out of audit findings
 - e. Compliance with other legal requirements relating to financial statements
 - f. Disclosure of any related party transactions
 - g. Qualifications in the draft audit report.
 - h. Monitoring of utilization of IPO Proceeds.

5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval
6. Reviewing, with the management, performance of statutory and internal auditors, and adequacy of the internal control systems.
7. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
8. Discussion with internal auditors any significant findings and follow up there on.
9. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
10. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
11. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
12. Any other terms of reference as may be included from time to time.

Audit Committee Meetings

Three Audit Committee Meetings were held during the year on May 25, 2009, November 18, 2009, and February 3, 2010.

Name of the Director	No. of Meetings	
	Held	Attended
Mr. Milapraj S. Bhansali	3	1
Mr. Michael Pinto	3	2
Mr. Sharad D. Abhyankar	3	3
Mr. Satish D. Parakh	3	3
Mr. Shyam Sundar S. G.	3	1

The representatives of Statutory Auditors are invited to attend the Audit Committee Meetings. V. P. - Finance of the Company, also attends the Meetings of the Committee. The Company Secretary acts as Secretary of the Audit Committee.

Compensation Committee

Our Compensation Committee comprises of the following three non-executive Directors. Two of the Members are independent.

Mr. A. D. Narain

Chairman

Mr. Milapraj S. Bhansali
Mr. Shyam Sundar S.G.

One Compensation Committee Meeting was held during the year 2009-10 on 25th May 2009 to discuss appointment and remuneration of Whole Time Directors and Managing Director.

The non-executive Independent Directors are paid only Sitting Fees for attending the Board and Committee Meetings. For the year ended March 31, 2010, the non-executive independent directors were paid in aggregate, an amount of Rs. 475,000/- as Sitting Fees.

A. Details of Remuneration paid to Directors for the year ended March 31, 2010.

- a. Mr. Ashok M. Katariya was re-appointed as Chairman, as Whole Time Director of the Company on April 1, 2009 for a period of Three Years. The appointment is on contractual basis. The elements of remuneration package of the Chairman comprises of salary and perquisites as approved by the Shareholders in Annual General Meeting. During the year 2009-10, total remuneration paid to the Chairman amounted to Rs. 8,260,500/- the details of which are furnished in Note No. 22 of Notes to the Accounts.
- b. Mr. Satish D. Parakh was re-appointed as Managing Director of the Company on April 1, 2009 for a period of Three Years. The appointment is on contractual basis. The elements of remuneration package of the Managing Director comprises of salary and perquisites as approved by the Shareholders in Annual General Meeting. During the year 2009-10, total remuneration paid to the Managing Director amounted to Rs. 8,262,900/- the details of which are furnished in Note No. 22 of Notes to the Accounts.
- c. Mr. Sunil B. Raisonni was appointed as Whole Time Director of the Company on April 1, 2009 for a period of Three Years. The appointment is on contractual basis. The elements of remuneration package of the Managing Director comprises of salary and perquisites as approved by the Shareholders in Annual General Meeting. During the year 2009-10, total remuneration paid to the Whole Time Director amounted to Rs. 2,774,900/-, the details of which are furnished in Note No. 22 of Notes to the Accounts.
- d. The details of Shares held by the Directors as on March 31, 2010 are as under.

Name	No. of Shares
Mr. Ashok M. Katariya	4,250,960
Mr. Satish D. Parakh	3,929,555
Mr. Sunil B. Raisonni	1,294,497
Mr. Milapraj Bhansali	Nil
Mr. Michael Pinto	Nil
Mr. A.D. Narain	Nil
Mr. Sharad Abhyankar	Nil
Mr. Shyam Sundar S. G.	Nil

B. Details of Directors seeking re-appointment at the Seventeenth Annual General Meeting to be held on June 24, 2010.

According to Articles of Association, one third of the directors retire by rotation and if eligible, seek re-appointment at the Annual General Meeting. Article 126 of the Articles of Association, Mr. Milapraj Bhansali and Mr. Michael Pinto will retire at the ensuing Annual General meeting. The Board has recommended the re-appointment of these retiring directors. The detailed profiles of these directors are provided in the Notice to the Annual General Meeting.

E. Investors' Grievances Committee

We have Board level investor grievance committee to examine and redress shareholders' and Investors' complaints. The committee also looks after Transfer of shares. The said committee will meet as and when required.

Our Investor Grievance Committee comprises of following Directors.

Mr. Sharad D. Abhyankar Chairman
Mr. Michael Pinto
Mr. Shyam Sundar S.G.

Two of the Members are independent. No Investors' Grievances Committee Meeting was held during the year 2009-10.

F. Disclosures

a) Related party transaction

Materially significant related party transactions with the promoters, the Directors or the management or their relatives that may have potential conflict with the interest of the company at large are disclosed at point no. 8 of the Notes to the Accounts in schedule 20.

b) There have been no penalties, strictures imposed on the company by Stock Exchanges or SEBI or any statutory authority on any matter related to capital markets during the last three years.

c) Code of Conduct

In compliance with Clause 49 of the Listing Agreement, the Company has adopted a Code of Conduct for its Directors and Senior Management. This Code is applicable to all the Members of the Board, Senior Management Employees post Listing.

F. General Body Meetings

Details of last three Annual General Meetings are given below.

Date, time and venue of the last three Annual General Meetings

Financial year ended	Date & Time	Venue
March 31, 2007	September 4, 2007 11.30 A. M.	Registered Office
March 31, 2008	July 11, 2008 11.30 A. M.	Registered Office
March 31, 2009	June 22, 2009 4.30 p.m.	Registered Office

Two Extra Ordinary General Meetings were held during the year under review.

September 7, 2009 At 5.30 p.m.	At 202, RNA Azzure Bandra (E) Mumbai	Approval of IPO and DRHP
November 18, 2009 At 5.30 p.m.	At 202, RNA Azzure Bandra(E) Mumbai	Appointment of relatives of Directors to office / place of Profit u/s 314

G. Means of Communication

- a. Generally Annual Report of the Company is sent to all the Shareholders. Further the Company will comply with Listing requirements as and when become applicable. Post-Listing of company's shares the quarterly and annual results will be published in the newspaper as per guidelines issued by SEBI.
- b. The Management Discussion and Analysis is a part of the Annual Report.

H. Dematerialization of Shares

100.00% of the pre-issued shares of the company are dematerialized. After the IPO, all trading in equity shares is permitted only in dematerialization form as per notification issued by SEBI.

Auditors' Report to the Members of M/s Ashoka Buildcon Limited

1. We have audited the attached Balance Sheet of M/s Ashoka Buildcon Limited as at March 31, 2010 and the relative Profit and Loss Account and the Cash Flow Statement for the year ended on that date all of which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes, examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 and as amended by Companies (Auditors' Report) (Amendment) order 2004 (together the Order) issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. 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 purposes of our audit
 - (b) In our opinion, the Company has kept proper books of account as required by law so far as appears from our examination of the books.
 - (c) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - (d) In our opinion and to the best of our information and according to the explanations given to us, the Balance Sheet and the Profit & Loss Account and Cash Flow Statement read with the Notes thereon comply with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956 to the extent applicable.

- (e) On the basis of written representations from the Directors, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2010 from being appointed as a director u/s 274 (1)(g) of the Companies Act, 1956.
- (f) In our opinion and to the best of our information and according to the explanations given to us, the Balance Sheet, the Profit & Loss Account and the Cash Flow Statement read with the Notes thereon give the information as required by the Companies Act, 1956 in the manner so required and give a true and fair view: -
- in case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2010
 - in case of the Profit and Loss Account, of the profit for the year ended on that date.
 - in case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For M P Chitale & Co.
Chartered Accountants
(Firm Reg. No.101851W)

Sd/-

Murtuza Vajih
Partner
ICAI M No. 112555

Mumbai,
June 21, 2010

Annexure referred to in Paragraph 4 of our Report of even date

- (i) (a) The Company has maintained reasonable records showing full particulars, including quantitative details and situation of fixed assets.
- (b) Pursuant to the company's programme of verifying fixed assets once in three years, the Company has conducted physical verification of fixed assets during the year. In our opinion, such programme of verification is reasonable. As per the information and explanations made available to us, we observed that no material discrepancies were noticed on verification.
- (c) Based on our examination of the records of the company, we find that no substantial part of the fixed assets has been disposed off during the year.
- (ii) (a) Inventories have been physically verified by the Management during the year. In our opinion, the frequency of such verification is reasonable.
- (b) In our opinion, the procedure of physical verification of inventories followed by the management is reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) In our opinion, the company maintains proper records of inventory. Discrepancies noticed on physical verification were not material and the same have been dealt with properly in the books of accounts.
- (iii) (a) The Company has taken / granted unsecured loans to companies/ firms or other parties covered in the register maintained under Section 301 of the Act. Details are as under:

Loans taken	
Name of the Entity	Maximum Amount of Loan (Rs. in lakhs)
Interest Bearing	
Viva Highways Pvt. Ltd.	3,073.15
Jaiswal Ashoka Infrastructure Pvt. Ltd	1,945.01
Ashoka Highway Ad	207.76
Ashoka DSC Katni Bye-pass Road Pvt. Ltd.	278.59
Ashoka Infraways Pvt. Ltd.	4,151.61
Total	9,656.12

Name of the Entity	Maximum Amount of Loan (Rs. in lakhs)
Non Interest Bearing	
Viva Highways Pvt. Ltd	756.40
Total	756.40

Of the above, amounts aggregating to Rs. 9,996.16 lakhs of five parties is outstanding as on March 31, 2010.

Loans Granted	
Name of the Entity	Maximum Amount of Loan (Rs. in lakhs)
Non-Interest Bearing	
Ashoka Infrastructure Ltd.	217.80
Viva Infrastructure Pvt. Ltd.	3,587.62
Ashoka Highways (Bhandara) Ltd.	12,564.00
Ashoka Highways (Durg) Ltd.	4,800.00
Ashoka Technologies Pvt. Ltd.	7.91
Ashoka Construwell Pvt. Ltd.	29.26
Jaora Nayagaon Toll Road Co. Pvt. Ltd.	75.00
Total	21,281.59

Name of the Entity	Maximum Amount of Loan (Rs. in lakhs)
Interest Bearing	
Ashoka Precon Pvt. Ltd.	307.02
Total	307.02

Of the above, amounts aggregating to Rs. 16,307.58 lakhs of eight parties is outstanding as on March 31, 2010.

- (b) Based on the information and explanations given to us, in our opinion, the rates of interest on which the unsecured loans have been taken are prima facie not prejudicial to the interests of the company. Since the Company has not entered into formal agreements for loans, we are not in a position to comment whether the rate of interest of loans granted and other terms and conditions on which the loans are granted/taken are prima facie not prejudicial to the interests of the company.
- (c) & (d) Since the repayment schedule for such loans is not stipulated, we are unable to comment on the regularity of receipt/repayment of principal and interest payment as well as the adequacy of steps taken to recover the amount.

- (iv) 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 the purchase of inventory and fixed assets and sale of goods. During the course of our audit we did not notice any continuing failure to correct any major weakness in internal controls.
- (v) In respect of transactions entered in the register maintained in pursuance of Section 301 of the Companies Act, 1956,
 - (a) To the best of our knowledge and belief and according to the information and explanations given to us, we are of the opinion that the transactions that needed to be entered into the register maintained under Section 301 have been so entered.
 - (b) According to the information and explanations given to us there are transactions where the company has availed as well as rendered construction services and also transactions of purchase and sale of goods in excess of Rs.5 lakhs with some parties / companies listed in the register maintained under section 301. In respect of construction services, we are informed that these are skilled services for which alternative sources of supply are not readily available. Similarly in case of purchase and sales goods, we are informed that these are specialized items for which alternative sources of supply are not readily available; as such comparison of prices could not be made.
- (vi) The Company has not accepted deposits from public. Consequently the directives issued by Reserve Bank of India and the provisions of sections 58A, 58AA or any other relevant provisions of the Act and the rules framed there under are not applicable.
- (vii) *The Internal Audit system of the company needs to be enhanced to cover the core activities of the organization to make it commensurate with the size and nature of the business.*
- (viii) According to the information and explanations given to us by the management, the Company is not required to maintain any cost records for its product/ services prescribed by the Central Government under section 209(1)(d)
- (ix) (a) Undisputed statutory dues including Provident Fund, Income tax and Service tax have been generally regularly deposited in many cases with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above statutory dues were outstanding as on 31st March, 2010 for a period of more than six months from the date they became payable.

- (b) The disputed statutory dues that have not been deposited on account of appeal matters pending before the appropriate authorities are as under:-

Financial Year	Amount (Rs. In lacs)	Particulars	Authority
2000-01	103.36	Customs	Commissioner of Customs, Mumbai
2007-08	105.00	Customs	Commissioner of Customs, Mumbai
2005-06 and 2006-07	32.66	Entry Tax	Rajasthan High court
2006-07 to 2009-10	404.57	Labour Cess	Asst. Labour Commissioner, Madhya Pradesh
Total	645.59		

- (x) The Company has no accumulated losses as at the financial year end. There were no cash losses incurred in the financial year or the previous financial year.
- (xi) As per the books and records maintained by the Company and according to the information and explanations given to us, the Company has not defaulted in repayment of dues loans to banks or financial institutions.
- (xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The Company is not a chit fund / nidhi / mutual benefit fund / society. Hence, the provisions of any special statute as specified under clause (xiii) of Paragraph 4 of the Order are not applicable to the Company.
- (xiv) In our opinion and according to the information and explanations given to us, the Company is not a dealer or trader in investments.
- (xv) According to the information and explanations given to us, the Company has given guarantees for loans taken by group companies from banks or financial institutions, for which approvals from Central Government are to be obtained, which in our opinion are generally not prima-facie prejudicial to the interest of the Company.
- (xvi) In our opinion and according to the information and explanations given to us, the Company has applied the term loans for the purpose for which they were obtained.

- (xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet and cash flow of the Company, the Company has not used the short term loans for long term investments.
- (xviii) The Company has not allotted shares during the year to parties/companies covered in the register maintained u/s 301 of the Companies Act 1956
- (xix) The Company has not issued any debentures.
- (xx) The Company has not raised any money through a public issue during the year.
- (xxi) Based on information and explanations furnished by the management, no frauds on or by the company were noticed or reported during the year.

for **M P Chitale & Co.**
Chartered Accountants
(Firm Reg. No.101851W)

Sd/-

Murtuza Vajih
Partner
ICAI M. No. 112555

Mumbai, June 21, 2010

BALANCE SHEET AS AT MARCH 31, 2010

Particulars	Schedule	As at 31-Mar-10 Rupees	As at 31-Mar-09 Rupees
SOURCES OF FUNDS			
SHAREHOLDERS' FUND			
Share Capital	1	581,302,020	587,252,020
Reserves & Surplus	2	3,467,999,725	2,721,493,198
		4,049,301,745	3,308,745,218
LOAN FUNDS			
Secured Loans	3	1,668,932,271	2,277,985,490
Unsecured Loans	4	1,599,616,366	976,877,784
		3,268,548,637	3,254,863,274
DEFERRED TAX LIABILITY	5	30,064,727	18,392,941
TOTAL		7,347,915,109	6,582,001,433
APPLICATION OF FUNDS			
GROSS BLOCK	6		
Fixed Assets		1,616,859,185	1,306,222,499
Less: Depreciation		554,464,943	430,330,343
Net Block		1,062,394,242	875,892,156
Intangible Assets		2,231,456,162	2,208,755,068
Amortisation		967,029,623	753,008,944
		1,264,426,539	1,455,746,124
Capital Work-in-Progress		42,784,565	179,399,392
		2,369,605,346	2,511,037,672
INVESTMENTS	7	2,159,637,178	1,935,333,730
CURRENT ASSETS, LOANS AND ADVANCES			
Inventories	8	1,954,618,325	670,021,322
Sundry Debtors	9	1,754,585,737	727,797,388
Cash and Bank Balances	10	587,438,180	479,073,804
Loans and Advances	11	2,474,731,561	2,120,322,364
		6,771,373,803	3,997,214,878
Less: CURRENT LIABILITES & PROVISIONS	12	3,952,701,218	1,861,584,847
NET CURRENT ASSETS		2,818,672,585	2,135,630,031
TOTAL		7,347,915,109	6,582,001,433

As per our Report of even date

For M.P. CHITALE & CO.

Chartered Accountants

For and on behalf of the Board of Directors

Sd/-

(Murtuza Vajhi)

Partner

Sd/-

(M.A. Kulkarni)

Company Secretary

Sd/-

(A.M. Katariya)

Chairman

Sd/-

(S.D. Parakh)

Managing Director

Mumbai, June 21, 2010

Mumbai, June 21, 2010

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010

Particulars	Schedule	For 2009-10 Rupees	For 2008-09 Rupees
INCOME			
Contract Revenue	13	9,945,426,618	6,223,021,912
Sales		769,496,876	811,776,119
Toll Collection-BOT		447,536,218	387,820,597
Other Income	14	202,474,648	137,421,208
TOTAL		11,364,934,360	7,560,039,836
EXPENDITURE			
Construction / Contract Expenses	15	8,695,666,775	5,310,530,285
Cost of Material Sold	16	573,984,698	581,563,627
Employee Costs	17	227,530,416	171,538,485
Administrative and Other Expenses	18	178,617,151	147,615,398
Interest and Financial Charges	19	341,709,431	449,169,737
Depreciation and Amortisation		355,820,201	331,031,159
TOTAL		10,373,328,672	6,991,448,691
PROFIT BEFORE TAX		991,605,688	568,591,145
Less : PROVISION FOR TAXATION			
Current Tax		222,500,000	82,500,000
Fringe Benefit Tax		-	2,215,000
Deferred Tax		11,671,786	5,554,042
PROFIT AFTER TAX		757,433,902	478,322,103
Tax For Earlier Years		514,875	303,182
Net Profit for the year		756,919,027	478,018,921
Balance brought forward from previous period		1,168,841,175	690,822,254
Balance carried to Balance Sheet		1,925,760,202	1,168,841,175
Earnings per share (Basic) (Rs. Per share)		16.57	10.46
Earnings per share (Diluted) (Rs. Per share)		16.33	10.29
Significant Accounting Policies and Notes on Account	20		

As per our Report of even date

For M.P. CHITALE & CO.

Chartered Accountants

Sd/-
(Murtuza Vajih) Partner

Sd/-
(M.A. Kulkarni) Company Secretary

For and on behalf of the Board of Directors

Sd/-
(A.M. Katariya) Chairman
Sd/-
(S.D. Parakh) Managing Director

Mumbai, June 21, 2010

Mumbai, June 21, 2010

CASH FLOW STATEMENT FOR YEAR ENDED MARCH 31, 2010

	For 2009-10		For 2008-09	
	Rupees	Rupees	Rupees	Rupees
A CASH FLOW FROM OPERATING ACTIVITIES :				
Net Profit Before Extraordinary Items and Taxation		991,605,688		568,591,145
Adjustment for :				
Depreciation & Amortisation	355,820,201		331,031,159	
Investment Income	(77,525,677)		(61,565,913)	
Provision for Doubtful Debts	15,959,231		-	
Interest, Commitment & Finance Charges	341,709,431		449,169,737	
(Profit) / Loss on sale of Investments	(46,225,514)		-	
(Profit) / Loss on sale of Assets	1,514,867	591,252,539	(4,236,899)	714,398,084
Operating Profit Before Changes in Working Capital		1,582,858,227		1,282,989,229
Adjustments for changes in working capital				
Trade & Other Receivables	(1,397,156,778)		(1,615,380,406)	
Inventories	(1,284,597,003)		235,451,773	
Trade & Other Payables	2,091,116,371	(590,637,410)	1,078,304,222	(301,624,411)
Cash Generated from Operations		992,220,817		981,364,818
Fringe Benefit Tax Paid		-		(2,215,000)
Income Tax Paid		(223,014,875)		(82,803,182)
NET CASH FLOW FROM OPERATING ACTIVITIES		769,205,942		896,346,636
B CASH FLOW FROM INVESTING ACTIVITIES :				
Purchase of Fixed Assets		(225,168,306)		(471,860,270)
Purchase of Investments		(990,939,403)		(281,709,252)
Sale proceeds of Investments		812,861,469		-
Profit Share from investing activities		77,525,677		61,565,913
Sale proceeds of Fixed Assets		9,265,565		35,618,104
NET CASH USED IN INVESTING ACTIVITIES		(316,454,998)		(656,385,505)
C CASH FLOW FROM FINANCING ACTIVITIES				
Repayment of Borrowings		(823,463,633)		(679,726,353)
Proceeds from Borrowings		837,148,996		842,952,800
Repayment of Preference Share Capital		(16,362,500)		-
Interest, commitment & Finance Charges Paid		(341,709,431)		(449,169,737)
NET CASH RECEIPT FROM FINANCING ACTIVITIES		(344,386,568)		(285,943,290)
Net Increase In Cash & Cash Equivalents		108,364,376		(45,982,159)
Cash and Cash Equivalents at the beginning of the year		479,073,804		525,055,963
Cash and Cash Equivalents at the end of the year		587,438,180		479,073,804

As per Our Report of Even Date

For M. P. CHITALE & CO.

Chartered Accountants

For and on behalf of the Board of Directors

Sd/-

(Murtuza Vajih)
Partner

Sd/-

(M. A. Kulkarni)
Company Secretary

Sd/-

(A.M. Katariya)
Chairman

Sd/-

(S.D. Parakh)
Managing Director

Mumbai, June 21, 2010

Mumbai, June 21, 2010

SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2010

PARTICULARS		As at 31-Mar-10 Rupees	As at 31-Mar-09 Rupees
SCHEDULE 1 : SHARE CAPITAL			
AUTHORISED CAPITAL			
64,000,000 (64,000,000) Equity Shares of Rs. 10/- each		640,000,000	640,000,000
1,710,000 (1,710,000) 0% Redeemable Non - Convertible Preference shares of Rs. 100/- each.		171,000,000	171,000,000
		811,000,000	811,000,000
ISSUED, SUBSCRIBED AND PAID UP CAPITAL			
45,691,702 (45,691,702) Equity Shares of Rs. 10/- each fully paid up (3,965,784 (3,965,784) Equity Shares issued for consideration other than in cash)		456,917,020	456,917,020
(39,164,316 (39,164,316) Equity Shares issued as bonus by utilising Share Premium Account)			
1,243,850 (1,303,350) 0% Redeemable Non - Convertible Preference Shares of Rs.100 each fully paid up (1,018,850 (1,018,850) Preference Shares issued for consideration other than in cash)		124,385,000	130,335,000
TOTAL		581,302,020	587,252,020
SCHEDULE 2 : RESERVES AND SURPLUS			
a Profit and Loss Account		1,925,760,202	1,168,841,175
b Share Premium Account	1,393,322,039		1,446,692,020
IPO Expenses adjusted	-		(35,663,067)
Transfer to Preference Share Redemption Reserve	(17,624,230)		(17,706,914)
		1,375,697,809	1,393,322,039
c Preference Share Redemption Reserve	159,329,984		141,623,070
Transfer From Share Premium Account	17,624,230		17,706,914
Premium paid on Redemption of Preference Shares	(10,412,500)		-
		166,541,714	159,329,984
TOTAL		3,467,999,725	2,721,493,198
SCHEDULE 3 : SECURED LOAN			
A From Banks			
a - Term Loans (For Others)		260,358,215	287,922,556
Term loans are secured against the hypothecation of the respective fixed assets Amount due in next 12 months Rs.123,517,491 (P.Y. Rs.144,831,487)			
b - Cash Credit		159,068,075	680,654,589
Secured against the Stock, Books debts and current assets			
c - Overdraft against Deposit		14,299,708	59,152,836
Secured against the pledge of Deposits			
B From Others			
- Term Loan (For Projects)		1,106,145,821	1,212,819,090
Term loans are secured against the future toll collection, pledge of the 1,559,150 Equity shares of directors & related concerns and Current assets pertaining to the respective projects Amount due in next 12 months Rs.158,449,428 (P.Y. Rs.13,400,004)			
- Term Loan (For Others)		129,060,452	37,436,419
Term loans are secured against the hypothecation of the respective fixed assets Amount due in next 12 months Rs.36,071,887 (P.Y. Rs.10,643,261)			
TOTAL		1,668,932,271	2,277,985,490
SCHEDULE 4 : UNSECURED LOAN			
1) From Subsidiaries		805,115,781	799,159,240
2) Short Term Loans:			
(a) Bank		100,000,000	-
(b) Others		500,000,000	-
3) Other Loans		194,500,585	177,718,544
TOTAL		1,599,616,366	976,877,784

SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2010

PARTICULRS	As at	
	31-Mar-10 Rupees	31.03.2009 Rupees
SCHEDULE 5 : DEFERRED TAX LIABILITY		
Balance as at March 31, 2009	18,392,941	12,838,899
Add: Deferred Tax Liability for the year	11,671,786	5,554,042
TOTAL	30,064,727	18,392,941
SCHEDULE 7 : INVESTMENT (LONG TERM)		
1) Non-Trade (unquoted at Cost)		
a) NSC	30,000	230,000
b) Fully paid shares of Co-operative Banks / Societies		
River View Society- Shares	250	250
J S B Jalgaon Share A/c	2,000	2,000
Janlaxmi Co.Op. Bank Ltd.	1,000	1,000
Thane Janta Sah.Bank-Shares	90,000	90,000
Rupee Co Op Bank Share	662,500	662,500
	755,750	755,750
c) Investment in Subsidiary Company		
- Equity Shares of Rs. 10/- each fully paid		
19,750,000 (19,750,000) of Ashoka Infrastructure Ltd.	220,598,500	220,598,500
7,257,864 (7,257,864) of Viva Highways Pvt. Ltd.	358,429,016	358,429,016
1,000,000 (1,000,000) Ashoka Infraways Pvt. Ltd.	49,600,000	49,600,000
29,96,700 (29,96,700) of Ashoka DSC Katni By Pass Pvt. Ltd.	29,967,000	29,967,000
13,317,658 (1,408,400) Ashoka Highways (Bhandara) Ltd.	133,176,580	140,840,000
15,154,736 (1,604,500) Ashoka Highway (Durg) Ltd	151,547,360	160,450,000
370,275 (5,100) Ashoka Precon Pvt Ltd	14,658,030	51,000
9,980 (9,980) Ashoka Technologies Pvt Ltd	99,800	99,800
- Preference Shares Shares fully paid		
Nil (3,52,527) - 10% of Rs. 100/- each of Ashoka Infraways Pvt. Ltd.	-	71,634,800
4,351,400 (4,351,400) - 12% of Rs.10/- each of Ashoka Infrastructure Ltd.	217,570,000	217,570,000
d) Investment in Joint Venture	2,298,402	73,138,775
e) Investment in Partnership Firms	55,254,475	37,585,589
f) Investment in other Companies		
- Equity Shares of Rs. 10/- each fully paid		
4,000,000 (4,000,000) of Jayaswals Ashoka Infrastructure Pvt. Ltd.	136,535,000	136,535,000
49,000 (49,000) of Viva Infrastructure Pvt. Ltd.	104,010,000	104,010,000
21,983,000 (2,600) of PNG Tollway Pvt Ltd.	219,830,000	26,000
- Preference Shares of Rs. 100/- each fully paid		
953,750 (953,750)-12% of Rs.100 each of Viva Infrastructure Pvt. Ltd.	333,812,500	333,812,500
g) Investment - Short Term		
6,445 (Nil) Axis Treasury Advantage Fund - Retail Growth [Repurchase Price Rs.6,465,818/- (P.Y. Rs.Nil)]	6,464,765	-
8,265,993 (Nil) LIC MF Floating Rate Fund-Short term Plant-Growth Plan [Repurchase Price Rs.125,000,000/- (P.Y. Rs.Nil)]	125,000,000	-
TOTAL (1 + 2)	2,159,637,178	1,935,333,730
SCHEDULE 8 : INVENTORIES		
(As taken, valued and certified by the Management)		
Construction Materials (including centering material)	205,801,091	105,448,441
Materials in transit	66,707,490	26,091,404
Work-In-Progress (*)	1,682,109,744	538,481,477
TOTAL	1,954,618,325	670,021,322

(*) includes Development Rights for Commercial Units of Rs.146,510,347/- (P.Y. Rs.Rs.144,503,218/-).

SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2010

PARTICULRS		As at	As at
		31-Mar-10 Rupees	31.03.2009 Rupees
SCHEDULE 9 : SUNDRY DEBTORS			
(Unsecured Considered Good)			
Outstanding for period exceeding Six Months	332,307,063		91,470,430
Others	1,447,538,476		649,234,603
	1,779,845,539		740,705,033
Less: Provision for doubtful debts	25,259,802		12,907,645
		1,754,585,737	727,797,388
TOTAL		1,754,585,737	727,797,388
SCHEDULE 10 : CASH & BANK BALANCES			
Cash On Hand		3,468,194	3,237,200
Balances with Scheduled Banks in:			
Current Account		310,223,402	160,147,213
Time Deposit		273,746,584	315,689,391
TOTAL		587,438,180	479,073,804
SCHEDULE 11 : LOANS AND ADVANCES			
(Unsecured and Considered good)			
Advances Recoverable in cash or kind or for value to be received		721,275,427	776,427,651
Advances and loans to Subsidiaries		1,311,080,891	863,649,841
Advances and loans to Companies under same Management		325,780,282	359,020,544
Interest Receivable		4,049,127	6,761,271
Deposits		29,776,562	59,418,101
Advance Income Tax / Tax Deducted at Source [net of provisions Rs.349,748,557 (P.Y. Rs.155,806,163)]		82,769,272	55,044,956
TOTAL		2,474,731,561	2,120,322,364
SCHEDULE 12 : CURRENT LIABILITIES AND PROVISIONS			
A) CURRENT LIABILITIES			
Sundry Creditors			
i) Micro, Small & Medium Enterprises (Refer Note No. 26)		-	-
ii) Others		2,283,784,953	1,069,150,343
Advances from Customers		852,401,778	414,588,265
Interest Accrued but not due		7,311,400	38,334,226
Other Current Liabilities		802,082,382	322,007,279
TOTAL (A)		3,945,580,513	1,844,080,113
B) PROVISIONS			
Provision for Unencashed Leave		7,120,705	4,821,894
Provision for Derivate Loss		-	12,682,840
TOTAL (B)		7,120,705	17,504,734
TOTAL (A + B)		3,952,701,218	1,861,584,847

SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2010

PARTICULRS	For 2009-10 Rupees	For 2008-09 Rupees
SCHEDULE 13 : CONTRACT REVENUE		
Closing Work - In - Progress	1,535,599,397	393,978,259
Add : Contract Receipts [Refer Note 8(II)(a)]	8,803,805,480	6,544,890,712
TOTAL	10,339,404,877	6,938,868,971
Less : Opening Work - In - Progress	393,978,259	715,847,059
TOTAL	9,945,426,618	6,223,021,912
SCHEDULE 14 : OTHER INCOME		
Interest Received [TDS Rs.11,447,853/- (P.Y. Rs.6,584,873/-)]	62,898,093	65,747,864
Profit on sale of Assets	-	4,236,899
Profit on sale of Investments	46,225,514	-
Profit from Joint Venture & Partnership Project	77,525,677	57,329,014
Miscellaneous Income	15,825,364	10,107,431
TOTAL	202,474,648	137,421,208
SCHEDULE 15 : CONTRACT / CONSTRUCTION EXPENSES		
Consumption of Construction Material & its Expenses	2,976,880,305	1,032,721,829
Labour Charges / Sub Contracting Charges	5,050,941,607	3,906,438,508
Transport and Material Handling Charges	40,599,863	26,181,167
Machinery Repairs and Maintenance	96,451,251	72,329,578
Equipment / Machinery Hire Charges	50,254,090	16,693,046
Oil, Lubricant & Fuel Expenses	311,295,122	147,560,385
Miscellaneous Site Expenses	1,592,103	749,653
Water / Electricity Connection and Charges	20,915,093	12,377,037
Technical Consultancy Charges	69,047,890	18,840,949
Rates & Taxes	63,984,865	63,889,387
Testing / Blasting Charges	1,570,602	1,901,038
Security / Service Charges	12,133,984	10,847,708
TOTAL	8,695,666,775	5,310,530,285
SCHEDULE 16 : Cost of Material Sold		
Opening stock of Raw material	12,434,901	23,487,319
Add : Purchases during the period	573,966,645	570,511,209
	586,401,546	593,998,528
Less : Closing Stock	12,416,848	12,434,901
TOTAL	573,984,698	581,563,627
SCHEDULE 17 : EMPLOYEES' REMUNERATION AND BENEFITS		
Salaries, Wages and Allowances	211,896,122	160,323,730
Contribution to the Provident and Gratuity Fund	11,154,397	7,068,066
Staff Welfare Expenses	4,479,897	4,146,689
TOTAL	227,530,416	171,538,485

SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2010

PARTICULRS		For	For
		2009-10 Rupees	2008-09 Rupees
SCHEDULE 18: ADMINISTRATIVE AND OTHER EXPENSES			
Rent		32,297,020	27,314,853
Insurance		12,650,431	10,695,271
Printing and Stationery		4,697,259	4,784,013
Travelling & Conveyance		13,170,366	11,401,442
Communication cost		10,046,540	8,482,436
Vehicle Fuel & Maint. Exps.		22,221,978	17,409,670
Legal & Professional Fees		14,995,227	12,538,075
Tender Fees		8,573,798	3,394,274
Business Promotion		9,178,877	3,294,005
Bad Debts / Advances written off (net)		607,584	-
Provision for Doubtful Debts & Advances		15,959,231	29,262,514
Directors' Sitting Fee		475,000	135,000
Electricity / Water Charges - Admin		3,326,723	2,447,970
Auditors Remuneration		3,304,411	1,780,730
Loss on sale of Assets		1,514,867	-
Office and Miscellaneous Expenses		25,597,839	14,675,145
TOTAL		178,617,151	147,615,398
SCHEDULE 19 : INTEREST AND FINANCE CHARGES			
Interest on Fixed loans		302,480,641	397,757,185
Financial Charges		11,655,684	1,603,631
Bank Charges		27,573,106	49,808,921
TOTAL		341,709,431	449,169,737

ASHOKA BUILDCON LIMITED
SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2010

SCHEDULE 6 : FIXED ASSETS

(Figure in Rupees)

Sr. No.	Particulars	GROSS BLOCK				DEPRECIATION AND AMORTISATION				NET BLOCK	
		AS ON 01.04.2009	ADDITIONS FOR THE PERIOD	SALE/ ADJUSTMENT FOR THE PERIOD	AS AT 31.03.2010	AS ON 01.04.2009	FOR THE PERIOD	ADJUSTMENT FOR SALE / TRANSFER	AS AT 31.03.2010	AS AT 31.03.2010	AS AT 31.03.2009
A)	TANGIBLE ASSETS										
1)	Leasehold Land	7,291,814	3,204,280	-	10,496,094	-	-	-	-	10,496,094	7,291,814
2)	Freehold land	36,454,227	1,041,939	1,580,440	35,915,726	-	-	-	-	35,915,726	36,454,227
3)	Buildings	97,091,062	17,212,270	-	114,303,332	15,304,329	4,507,739	-	19,812,068	94,491,264	81,786,733
4)	Data Processing Equipments	34,670,714	4,249,179	816,657	38,103,236	20,446,921	6,588,000	793,336	26,241,585	11,861,651	14,223,793
5)	Office Equipments	10,173,469	3,456,299	-	13,629,768	3,964,584	1,747,808	-	5,712,392	7,917,376	6,208,885
6)	Furniture & Fixtures	9,359,770	14,453,210	-	23,812,980	5,882,384	2,501,613	-	8,383,997	15,428,983	3,477,386
7)	Plant & Machinery	1,052,010,812	274,559,348	21,812,160	1,304,758,000	356,473,722	117,285,907	13,803,380	459,956,249	844,801,751	695,537,090
8)	Vehicles	59,170,631	20,905,514	4,236,096	75,840,049	28,258,403	9,168,455	3,068,206	34,358,652	41,481,397	30,912,228
	TOTAL (I)	1,306,222,499	339,082,039	28,445,353	1,616,859,185	430,330,343	141,799,522	17,664,922	554,464,943	1,062,394,242	875,892,156
	Previous Year	1,106,474,614	249,302,220	49,554,335	1,306,222,499	331,846,931	116,656,543	18,173,131	430,330,343	875,892,156	
B)	INTANGIBLE ASSETS										
1)	License to Collect Toll	2,208,755,068	19,366,852	-	2,228,121,920	753,008,944	213,157,429	-	966,166,373	1,261,955,547	1,455,746,124
2)	Software	-	3,334,242	-	3,334,242		863,250	-	863,250	2,470,992	-
	TOTAL (II)	2,208,755,068	22,701,094	-	2,231,456,162	753,008,944	214,020,679	-	967,029,623	1,264,426,539	1,455,746,124
	Previous Year	1,182,116,834	1,026,638,234	-	2,208,755,068	537,770,286	215,238,658	-	753,008,944	1,455,746,124	
C)	Capital Work In Progress										
	Capital Work In Progress	179,399,392	119,275,285	255,890,112	42,784,565	-	-	-	-	42,784,565	179,399,392
	TOTAL (III)	179,399,392	119,275,285	255,890,112	42,784,565	-	-	-	-	42,784,565	179,399,392
	Previous Year	982,615,532	348,443,172	1,151,659,312	179,399,392	-	-	-	-	179,399,392	
	Total of (I) (II) & (III)	3,694,376,959	481,058,418	284,335,465	3,891,099,912	1,183,339,287	355,820,201	17,664,922	1,521,494,566	2,369,605,346	2,511,037,672
	Previous Year	3,271,206,980	1,624,383,626	1,201,213,647	3,694,376,959	869,617,217	331,895,201	18,173,131	1,183,339,287	2,511,037,672	

Notes:

- (a) Buildings includes Rs.200.00 Lacs (P.Y. Rs.200.00 Lacs) for which Title Transfer Formality is yet to be executed.
(b) Capital Work in Progress includes - Advances for Capital Expenditure of Rs.24.56 Lacs (P.Y. Rs. 232.09 Lacs)
(c) Depreciation for the year' includes Rs.Nil (P.Y. Rs.8.64 Lacs) capitalised during the year

SCHEDULE 20: SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS**COMPANY OVERVIEW:**

The Company is incorporated in 1993. It is presently in the business construction of infrastructure facilities on Engineering, Procurement and Construction Basis (EPC) and Built, Operate and Transfer (BOT) Basis and Sale of Ready Mix Concrete and Bitumen. The Company has promoted Special Purpose Vehicles (SPVs) for some of its projects. The SPVs significantly engage the services of the Company for contract related activities due to inherent execution capabilities / expertise and experience of the Company.

I STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**1 Basis & Method of Accounting**

The Company follows mercantile system of accounting and recognizes income and expenditure on an accrual basis. Financial Statements are prepared under historical cost convention, in accordance with the Generally Accepted Accounting Principles in India (GAAP) and comply in all material aspects, with mandatory accounting standards as notified by the Companies (Accounting Standards) Rules, 2006, relevant provisions of the Companies Act and statements issued by the Institute of Chartered Accountants of India. The significant accounting policies followed by the Company are set out below. Management has made certain estimates and assumptions in conformity with the GAAP in the preparation of these financial statements, which are reflected in the preparation of these financial statements. Difference between the actual results and estimates are recognised in the year in which the results are known.

2 Fixed Assets & Depreciation

- (a) Fixed assets are stated at cost less accumulated depreciation. Cost comprises cost of acquisition and expenditure directly attributable for commissioning of the asset. In respect of assets acquired on merger, fixed assets are stated at their fair market value on the effective date of merger less depreciation.
- (b) Depreciation has been provided on Written Down Value method at the rates specified in Schedule XIV to the Companies Act, 1956.

3 Intangible assets & Amortization

- (a) Intangible assets are carried at cost of acquisition less any subsidies or grants. These assets include all duties, non-refundable taxes, levies and costs incurred (which are directly attributable) for bringing assets into working conditions for its intended use. Intangible assets include assets that are incidental for the purpose of Toll Collection and which will be handed over at the end of the concession period. Fees incurred in order to arrange long-term financing are capitalized and amortized over the life of the asset.
- (b) Intangible assets are amortized on straight line method over the useful life of the asset/ Concession period. Amortization of these Intangible Assets commences when the Right to Collect Toll is established by the Company.

4 Investments

Long term Investments are stated at acquisition cost. Investments acquired on merger are stated at their fair market value on the effective date of merger. Current Investments are valued at Cost or Market Value whichever is lower.

5 Revenue Recognition**(a) Construction Contracts**

- (i) Revenue from long term contracts / Turnkey Projects is recognized on percentage completion basis as prescribed by AS-7 'Construction Contracts' issued by the Institute of Chartered Accountants of India. Materials sold under Turnkey Projects are treated as Construction Work in Progress till the activity is certified by the client. Provisions for future foreseeable losses are fully provided for.
- (ii) Claims and variations for escalations/damages are recognized only when accepted by the client. Claims under arbitration/disputes are accounted as income based on final award. Expenses on arbitration are accounted as incurred.

(b) Sales

Sale of goods is recognised on dispatch to customers. Sales are stated net of VAT, duties and discounts.

(c) Toll Collection – BOT & Contracts

- (i) Income from toll collection is recognised on the basis of actual collections.
- (ii) Sale of discounted toll coupons/swipe cards is recognized as income at the time of sale.

(d) Income from Joint Venture project is recognised only when the profit / income is ascertained and there is certainty and substantial precision as to amount of income.

(e) Dividend Income on investment is accounted when the right to receive is established.

6 Inventory

- (a) Inventory of construction / raw material is valued at cost or net realizable value whichever is less. Cost includes all taxes and expenses incurred to bringing inventory to their present location and condition. Cost is arrived at using FIFO basis.
- (b) Work in Progress in respect of construction contracts is valued on the basis of technical estimates and percentage completion basis.
- (c) Stores and spares are expensed as and when purchased.

7 Employee Benefits

- (a) Provision for liabilities in respect of leave encashment is estimated on the basis of an actuarial valuation.
- (b) Provision for gratuity liability is made on the basis of Actuarial Valuation in respect of the Group Gratuity Policy with an insurance company.
- (c) Provident Fund benefit to employees is provided for on accrual basis and charged to Profit and Loss Account.
- (d) Compensation Cost of ESOP to employees is accounted on Intrinsic Value Method. Intrinsic value is the amount by which the quoted market price of the underlying shares on the grant date exceeds the exercise price of the options. Accordingly, the compensation cost is amortized over the vesting period.

8 Borrowing Cost

Borrowing costs attributable to acquisition and construction of capital assets are capitalized till the asset is put to use/ready for use. Borrowing costs attributable to construction contract project are charged to profit & loss account and are included for computation of work in progress. All other borrowing costs are recognised as expenditure in the year when they were incurred.

9 Foreign Exchange Transactions, Forward Contracts and Derivatives

- (a) Transactions in foreign currency are recorded at exchange rates prevailing on the dates of respective transactions. The difference in translation and realized gains and losses on foreign exchange transactions are recognized in the Profit and Loss Account.
- (b) The Company enters into derivative contracts to hedge against the risk of adverse movements in interest rates, foreign currencies or value of the hedged items. All outstanding derivative instruments at close are marked to market by type of risk and the resultant losses relating to the year, if any, are recognised in the Profit & Loss Account. Gains are accounted on realisation.

10 Impairment of Fixed Assets

Wherever events or changes in circumstances indicate that the carrying value of fixed assets may be impaired, such assets are subject to a test of recoverability, based on discounted cash flows expected from use or disposal thereof. If the assets are impaired, loss is recognised.

11 Taxes on income

- (a) Tax expense comprises both current and deferred tax at the applicable enacted/substantively enacted rates. Current tax represents the amount of income tax payable in respect of the taxable income for the reporting year.
- (b) Deferred tax represents the effect of timing differences between taxable income and accounting income for the reporting year that originate in one year and are capable of reversal in one or more subsequent years. Deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. Such assets are reviewed as at each Balance Sheet date to reassess realization.

12 Provisions and contingencies

Provisions are recognised when the company has a legal and constructive present obligation as a result of a past event, for which it is probable that outflow of resources will be required and a reliable estimate can be made of the amount of the obligation. Contingent liabilities are disclosed when there is a possible obligation that may result in an outflow of resources. Contingent assets are neither recognised nor disclosed.

II NOTES ON ACCOUNTS

1 AS 4 -Events occurring after the balance sheet date, not requiring adjustments to financial statement

The company was subject to a search under Section 132 of The Income Tax Act, 1961 in the month of April 2010. The Income Tax Department is in the process of assessing the final amount of tax payable by the Company, if any, and has not raised any demand on the company till date. Consequently, no impact for the same has been given in the financial statements for the F.Y. 2009-10.

2 AS 7 - Accounting for Construction Contracts

(a) Revenue from fixed price construction contracts are recognized on the percentage of completion method, measured by reference to the percentage of cost incurred up to the year end to estimated total cost for each contract.

(Rs. In Lacs)

Sr. No.	Particulars	For 2009-10	For 2008-09
(a)	Total Contract revenue recognised during the year	99,454.27	62,230.22
(b)	Particulars about contracts in progress at the end of the year		
(i)	Aggregate amount of cost incurred up to year end	178,489.51	79,896.07
(ii)	Aggregate amount of profit / (Loss) Recognised	18,855.15	8,690.66
(iii)	Advance Received	10,951.85	4,575.04
(iv)	Retention Amount	4,449.47	2,071.35
(v)	Gross Amount due from customers for contract work	26,574.24	3,471.22
(vi)	Gross amount due to customers for contract work	-	-

Percentage completion method for income recognition on long term contracts involves technical estimates by engineers/technical officials, of percentage of completion and costs to completion of each project/contract on the basis of which profit/loss is allocated.

(b) The company has been awarded a contract for Commercial Development on a PPP basis by Kalyan Dombivili Municipal corporation. The work is suspended due to a stay order from the Bombay High Court. The company has incurred a cost of Rs. 1465.10 Lacs till date as upfront fees paid to KDMC and others. The management is confident of resuming operations on this project and hence, in the opinion of the management the amount is not impaired. Consequently, no provision for the same has been made in the accounts.

3 The Company has entered into a derivative transaction as under:

Details of Derivative Contract	Date of Termination	Amount (Rs. In Lacs)	Profit on Mark to Market as at 31.03.2010 (Rs. In Lacs)
INR US Interest Rate SWAP	January 28, 2013	10,000	58.37
INR US Currency Rate SWAP	June 08, 2011	112	0.95

In accordance with the accounting policy of the Company, Profit on Mark to Market aggregating to Rs.59.32 Lacs has not been recognised. However, loss on account of Mark to Market of the derivative transaction aggregating to Rs.126.83 lacs has been reversed during the year, which is accounted under the head 'Financial Charges'

4 Employee Stock Options

The Board of Directors of the company has approved creation of an Employee Stock Option on December 13, 2007. The company has granted stock options for 7,80,050 shares on December 15, 2007 at an exercise price of Rs. 190 per share. Options granted will be vested over a period of five years, first such vesting shall occur after the date of listing of shares on a recognised stock exchange. The details of the stock option plan are as under:

	As at 31-Mar-2010		As at 31-Mar-2009	
	No.of options	Exercise Price (Rs.)	No.of options	Exercise Price (Rs.)
Outstanding at the beginning of the year				
Loyalty Option	218,740	190	218,740	190
Growth Option	561,310	190	561,310	190
Granted during the year				
Loyalty Option	-	-	-	-
Growth Option	-	-	-	-
Forfeited during the year				
Loyalty Option	22,270	-	-	-
Growth Option	96,950	-	-	-
Exercise during the year				
Loyalty Option	-	-	-	-
Growth Option	-	-	-	-
Outstanding at the end of the year				
Loyalty Option	196,470	190	218,740	190
Growth Option	464,360	190	561,310	190
Exercisable at the end of the year				
Loyalty Option	-	-	-	-
Growth Option	-	-	-	-

Guidance Note on 'Accounting for employee share based payments' issued by the Institute of Chartered Accountants of India establishes financial accounting and reporting principles for employee share based payment plans.

The Company has applied Intrinsic Value Method of Accounting. The difference between the Fair Value of the Equity Share as at March 31, 2008 (as determined by the Category I Merchant banker) and the exercise price is Rs.Nil. Accordingly no Compensation Cost needs to be amortised over the vesting period.

Had the Compensation Cost for the plan applied in a manner consistent with the fair value approach described in the guidance note, the Company's Net Income and Basic and Diluted Earnings Per Share as reported would have reduced to the pro forma amounts as under:

	(Rs. In Lacs)	
	For 2009-10	For 2008-09
Net Profit as reported	7,569.19	4,780.19
Less: Stock based employee Compensation	58.59	92.02
Adjusted Proforma	7,510.60	4,688.17
Basic Earnings Per Share as reported	16.57	10.46
Proforma Basic Earnings Per Share	16.44	10.26
Basic Diluted Per Share as reported	16.33	10.29
Proforma Diluted Earnings Per Share	16.20	10.09

	For 2009-10		For 2008-09	
	Loyalty Option	Growth Option	Loyalty Option	Growth Option
Outstanding at the beginning of the Year				
Dividend Yield	-	-	-	-
Weighed Average Dividend Yield	-	-	-	-
Expected Life	2.50-6.51	2.50-6.51	2.50-6.51	2.50-6.51
Risk Free Interest Rates	7.76%-7.84%	7.76%-7.84%	7.76%-7.84%	7.76%-7.84%
Volatility	-	-	-	-
Weighed Average Volatility	-	-	-	-

5 Employee Benefit-Gratuity & Leave Encashment

- (a) Contribution to Provident Fund is charged to accounts on accrual basis. The Company operates a defined contribution scheme with recognized provident fund. For this Scheme, contributions are made by the company, based on current salaries, to recognized Fund maintained by the company. In case of Provident Fund scheme, contributions are also made by the employees. An amount of Rs.69.73 Lacs (Previous Year Rs.56.92 Lacs) has been charged to the Profit & Loss Account on account of this defined contribution scheme.
- (b) The Gratuity benefit is funded through a defined benefit plan. For this purpose the Company has obtained a qualifying insurance policy from Life Insurance Corporation of India.
- (c) The Company provides benefits to its employees under the Leave Encashment pay plan which is a non-contributory defined benefit plan. The employees of the Company are entitled to receive certain benefits in lieu of the annual leave not availed of during service, at the time of leaving the services of the Company. The benefits payable are expressed by means of formulae which takes into account the Salary and the leave balance to the credit of the employees on the date of exit.
- (d) Details Gratuity and Leave Encashment disclosure as required by AS-15 (Revised) are detailed hereunder:

	As at 31-Mar-2010		As at 31-Mar-2009	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present Value of Obligation as at the beginning of the year	113.22	48.22	100.05	49.11
Interest Cost	9.06	3.86	8.00	3.93
Current Service Cost	42.43	28.46	23.25	19.71
Benefits paid	3.37	4.22	3.12	5.83
Actuarial (Gain) / Loss	(3.07)	(5.11)	14.96	18.70
Present Value of Obligations as at end of year	158.27	71.21	113.22	48.22
Fair Value of Plan Assets at beginning of the year	136.83	-	127.92	-
Expected Return on Plan Asset	13.46	-	11.76	-
Contributions	36.65	-	0.27	-
Benefits paid	3.37	-	3.12	-
Fair Value of Plan Assets at end of year	183.57	-	136.83	-
Funded / (Unfunded) Status	25.30	-	23.61	-
Actual Gain / (Loss) for the year-Obligation	3.07	5.11	(14.97)	(18.70)
Actual Gain / (Loss) for the year-Plan Assets	-	-	-	-
Total (Gain) / Loss for the year	(3.07)	(5.11)	14.97	18.70

Amount to be recognised in the Balance Sheet				
Present Value of Obligations as at the end of the year	158.27	71.21	113.22	48.22
Fair Value of Plan Assets as at the end of the year	183.57	-	136.83	-
Funded/(Unfunded) Status	25.30	(71.21)	23.61	(48.22)
Net Asset/(liability) recognised in the balance sheet	25.30	(71.21)	23.61	(48.22)

Expenses recognised in the Profit & Loss Account				
Current Service Cost	42.43	28.46	23.25	19.71
Interest Cost	9.06	3.86	8.00	3.93
Expected Return on Plan Assets	13.46	-	11.76	-
Net Actuarial (Gain) / Loss recognised in the year	(3.07)	(5.11)	(14.97)	(18.70)
Expenses recognised in the Profit & Loss Account	34.96	27.21	4.53	4.94

Financial Assumptions as the Valuation Date				
Discount Rate (p.a.)	8.00%	8.00%	8.00%	8.00%
Salary Escalation (p.a.)	7.00%	7.00%	7.00%	4.00%
Withdrawal Rate (p.a.)	1.00%	1.00%	N.A.	1.00%
Expected Rate of Return (p.a.)	9.83%	N.A.	-	N.A.

6 AS 16 – Borrowing Cost

Interest Cost capitalized to Fixed Assets during the year ended 31.03.2010 Rs.Nil (P.Y. Rs.58.37 Lacs).

7 AS – 17 – Segment Reporting

The Company has identified three reportable segments i.e. Construction & Contract related activities, BOT Projects and Sales of Goods. Segments have been identified taking in to account the nature of activities of the Company, differing risks and returns and internal reporting systems.

(Rs. In Lacs)

Particulars	Construction & Contract Related Activity	BOT	Sales of Goods	Inter-segment Revenue	Total
Revenue	99,454.27 (62,230.82)	4,475.36 (3,878.21)	7,694.97 (8,137.57)	- (-19.81)	111,624.60 (74,226.19)
Segment Results	11,022.40 (5,343.48)	1,644.19 (853.22)	810.30 (406.25)	- -	13,476.89 (6,602.95)
Add: Unallocated Income					2,024.74 (1,374.21)
Less: Unallocated Expenditure					5,585.57 (2,291.25)
Profit Before Tax					9,916.06 (5,685.91)
Less: Provision for: Current Tax					2,225.00 (847.15)
Deferred Tax					116.72 (55.54)
Add: Last Year Tax					5.15 (3.03)
Net Profit After Tax					7,569.19 (4,780.19)
Segment Assets	40,887.61 (24,172.98)	15,983.22 (17,075.34)	1,807.05 (2,642.16)	- -	58,677.88 (43,890.48)
Corporate and other unallocable assets					54,333.50 (40,545.39)
Segment Liabilities	34,796.70 (12,605.75)	11,332.97 (12,798.48)	604.45 (879.44)	- -	46,734.12 (26,283.67)
Corporate and other unallocable Liabilities					25,784.24 (25,064.74)
Capital Expenditure during the Year on Segment Assets	967.75 (3,182.45)	193.67 (1,271.25)	411.69 (199.32)	- -	1,573.11 (4,653.02)
Unallocable Capital Expenditure during the Year					678.57 84.48
Depreciation Segment	1,184.49 (851.13)	2,152.24 (2,182.49)	221.47 (276.69)	- -	3,558.20 (3,310.31)

Note: Figures in brackets denote figures of previous year.

Note:

- 1 Construction & Contracting Activity comprises execution of engineering and construction projects to provide solutions in civil and electrical engineering (on turnkey basis or otherwise) to core / infrastructure sectors.
- 2 BOT Activity relates to execution of the projects on long term basis comprising developing, operating and maintaining the Infrastructure facility.
- 3 Sale of Goods comprises the activity of selling of Ready Mix Concrete (RMC) and Bitumen.

8 AS – 18 Related Party Transactions

I List of Related Parties

(a) Parties where control exists

- (i) Ashoka-DSC Katni Bypass Road P. Ltd.
- (ii) Ashoka Highways (Bhandara) Ltd.
- (iii) Ashoka Highways (Durg)Ltd.
- (iv) Ashoka Infrastructure Ltd.
- (v) Ashoka Infraways P. Ltd.
- (vi) Viva Highways P. Ltd.
- (vii) Ashoka Precon P. Ltd.
- (viii) Ashoka Technologies P. Ltd.
- (ix) Ashoka High-Way Ad.
- (x) Ashoka Infrastructures

(b) Key Management Personnel

- (i) Ashok M. Katariya
- (ii) Satish D. Parakh
- (iii) Sunil B. Raisoni

(c) Directors and their relatives

- (i) Asha A. Katariya
- (ii) Ashish A. Katariya
- (iii) Astha A. Katariya
- (iv) S D Parakh HUF
- (v) Shubham Agencies

(d) Enterprises in which Key Management Personnel / Directors have significant influence

- (i) Ashoka Buildwell & Developers P. Ltd.
- (ii) Ashoka Builders (Nasik) P. Ltd.
- (iii) Jaora Nayagaon Toll Road Co. P.Ltd.
- (iv) Ashoka Engineering Co.
- (v) Ashoka Vastuvaibhav
- (vi) Ashoka E-Tech
- (vii) Shweta Agro Farm
- (viii) Ashoka Construwell P. Ltd.
- (ix) Ashoka Education Foundation

(e) Associates & Joint Ventures

- (i) Ashoka Bridgeways
- (ii) Ashoka Highway AD.
- (iii) Ashoka Infrastructures
- (iv) Ashoka Valecha JV
- (v) Jayswals Ashoka Infrastructures Pvt. Ltd.
- (vi) Viva Infrastructure Pvt. Ltd.
- (vii) PNG Tollways Pvt. Ltd.

II Transactions during the year

(Rs. In Lacs)

Sr. No.	Nature of Transactions	Parties where Control Exists	Associates and Joint Ventures	Key Management Personnel	Directors' Relatives	Enterprises in which Key Management Or Directors have significant influence
(a)	Contract Receipts:					
	i Ashoka Highways (Bhandara) Ltd.	24,906.53 (13,592.35)				
	ii Ashoka Highways (Durg) Ltd.	19,506.74 (22,761.95)				
	iii Ashoka - Valecha (JV)		1,023.84 (2,764.47)			
	iv PNG Tollway Pvt. Ltd.		479.09 (-)			
	v Jaora Nayagaon Toll Road Co. P Ltd.					16,656.37 (23,370.11)
	vi Ashoka Education Foundation					- (7.68)
(b)	Sale of Goods / Rendering of Service:					
	i Viva Highways Pvt. Ltd.	34.70 (29.58)				
	ii Ashoka Infraways Pvt. Ltd.	13.31 (-)				
	iii Ashoka Bridgeways		10.33 (-)			
	iv Ashoka Education Foundation					2.93 (-)
	v Ashoka E Tech					- (1.01)
(c)	Interest Received:					
	i Ashoka Precon Pvt. Ltd.	25.69 (-)				
	ii Ashoka Infraways Pvt. Ltd.	- (24.40)				
(d)	Rent Received:					
	i Ashoka Education Foundation					2.64 (2.64)
(e)	Sub Contract Expenses:					
	i Ashoka Vastu Vaibhav					- (10.74)

Sr. No.	Nature of Transactions	Parties where Control Exists	Associates and Joint Ventures	Key Management Personnel	Directors' Relatives	Enterprises in which Key Management Or Directors have significant influence
(f)	Purchase of Goods/availing of services:					
	i Ashoka Highway AD	21.56 (-)				
	ii Shubham Agencies	-	-	-	-	- (354.62)
(g)	Sale of Shares:					
	i Viva Highways Pvt. Ltd.	1,174.66 (-)	-	-	-	-
(h)	Purchase of Shares:					
	i Viva Highways Pvt. Ltd.	185.70 (2,800.00)	-	-	-	-
(i)	Salary Paid:					
	i Ashok M. Katariya			82.60 (62.91)		
	ii Satish D. Parakh			82.63 (62.90)		
	iii Sunil. B. Raisonni			24.86 (-)		
	iv Astha A. Katariya				5.41 (6.04)	
	v Aditya Parakh				0.58 (-)	
(j)	Rent Paid:					
	i Satish D. Parakh			11.75 (8.81)		
	ii Satish D. Parakh-HUF				5.74 (4.30)	
	iii Asha A. Katariya				11.75 (8.81)	
	iv Ashish A. Katariya				7.66 (4.31)	
	v Astha A. Katariya				1.32 (0.99)	
	vi Shweta A. Katariya				1.20 (-)	
	vii Ashoka Education Foundation					4.00 (-)
(k)	Interest Paid:					
	i Ashoka Highway AD	24.62 (31.07)				
	ii Ashoka Infraways Pvt. Ltd.	494.84 (174.41)				
	iii Ashoka DSC Katni Byapss Road Pvt. Ltd.	33.75 (138.40)				
	iv Viva Highways Pvt. Ltd.	397.70 (401.18)				
	v Jayaswals Ashoka Infrastructure Pvt. Ltd.		200.29 (210.18)			
(l)	Investment in Capital:					
	i Ashoka Highways (Bhandara) Ltd	- (103.95)				
	ii Ashoka Highways (Durg) Ltd	- (100.05)				
	iii Ashoka Precon Pvt. Ltd.	146.07 (0.51)				
	iv Ashoka Technologies Pvt. Ltd.	- (1.00)				
	v PNG Tollway Pvt. Ltd.		2,198.04 (-)			
(m)	Share Application Money:					
	i Ashoka Highways (Bhandara) Ltd	- (2,073.10)				
	ii Ashoka Highways (Durg) Ltd	- (2,358.10)				
(n)	Loans Taken:					
	i Ashoka Infraways Pvt. Ltd.	- (3,706.75)				

Sr. No.	Nature of Transactions	Parties where Control Exists	Associates and Joint Ventures	Key Management Personnel	Directors' Relatives	Enterprises in which Key Management Or Directors have significant influence
(o)	Loans / Advances Given:					
	i Ashoka Highways (Bhandara) Ltd	10,366.22 (3,782.25)	-	-	-	-
	ii Ashoka Highways (Durg) Ltd	792.48 (4,290.50)				
	iii Ashoka Infrastructure Ltd.	191.30 (69.68)				
	iv Ashoka Precon Pvt. Ltd.	339.58 (146.07)				
	v Ashoka Technologies Pvt. Ltd.	7.91 (-)				
	vi Viva Infrastructures Pvt. Ltd.		580.50 (3,150.72)			
	vii Ashoka Construwell Pvt. Ltd.					25.00 (-)
	viii Satish D. Parakh			- (11.00)		
	ix Satish D. Parakh-HUF				- (5.00)	
	x Asha A. Katariya				- (11.00)	
	xi Ashish A. Katariya				- (6.50)	
	xii Astha A. Katariya				- (1.00)	
Outstanding payable against :						
(p)	Purchase of goods/availing of services:					
	i Ashok M. Katariya			4.46 (0.94)		
	ii Satish D. Parakh			3.14 (0.12)		
	iii Sunil. B. Rasoni			2.04		
	iv Astha A. Katariya				0.21 (0.49)	
	v Aditya Parakh				0.08	
	vi Satish D. Parakh-HUF				- (0.07)	
	vii Asha A. Katariya				- (0.81)	
	viii Ashish A. Katariya				- (0.53)	
	ix Viva Highways Pvt. Ltd.	- (1,272.13)				
(q)	Advance Received against Contract / Sale of Goods / rendering of services:					
	i Ashoka Highways (Bhandara) Ltd	104.26 (4,071.45)				
	ii Ashoka Highways (Durg) Ltd	1,018.97				
	iii Ashoka Valecha JV		- (125.31)			
	iv PNG Tollway Pvt. Ltd.		5,805.40 (-)			
(r)	Loan Taken:					
	i Ashoka Highway AD	151.16 (207.76)				
	ii Ashoka Infraways Pvt. Ltd.	4,151.61 (3,737.69)				
	iii Viva Highways Pvt. Ltd.	3,477.72 (3,767.55)				
	iv Ashoka DSC Katni Byapss Road Pvt. Ltd.	235.34 (278.59)				
	v Jayaswals Ashoka Infrastructure Pvt. Ltd.		1,945.01 (1,777.19)			

Sr. No.	Nature of Transactions	Parties where Control Exists	Associates and Joint Ventures	Key Management Personnel	Directors' Relatives	Enterprises in which Key Management Or Directors have significant influence
Outstanding receivable against :						
(s)	Sale of Goods/rendering of services:					
	i Ashoka Infrastructure Ltd.	19.78 (0.21)				
	ii Ashoka - Valecha (JV)		74.53 (-)			
	iii Ashoka Education Foundation					0.59 (11.43)
	iv Ashoka Highways (Bhandara) Ltd	- (71.60)				
	v Ashoka Highways (Durg) Ltd	(3,987.72)				
	vi Ashoka Infraways Pvt. Ltd.	- (11.45)				
	vii Ashoka Technologies Pvt. Ltd.	- (0.30)				
	viii Jaora Nayagaon Toll Road Co. P Ltd.					2,660.98 (929.37)
(t)	Loans / Advances given:					
	i Ashoka Highways (Bhandara) Ltd	10,996.18 (3,782.25)				
	ii Ashoka Highways (Durg) Ltd	2,024.30 (4,290.50)				
	iii Ashoka Infrastructure Ltd.	21.38 (229.02)				
	iv Ashoka Technologies Pvt. Ltd.	7.91 (146.07)				
	v Viva Infrastructures Pvt. Ltd.		3,228.62 (3,569.92)			
	vi Ashoka Construwell Pvt. Ltd.					29.18 (-)
	vii Satish D. Parakh			11.00 (11.00)		
	viii Satish D. Parakh-HUF				5.00 (5.00)	
	ix Asha A. Katariya				11.00 (11.00)	
	x Ashish A. Katariya				6.50 (6.50)	
	xi Astha A. Katariya				1.00 (1.00)	
	xii Ashoka Builders (Nasik) Pvt. Ltd.					- (1.48)
	xiii Shubham Agencies					- (35.19)

Note: Figures in brackets denote figures of previous year.

9 AS - 19 – Accounting for Operating Leases

The Company has various operating leases for equipments and premises, the leases are renewable on periodic basis and cancellable in nature.

10 AS – 20 Earning per Share

	For 2009-10	For 2008-09
Profit attributable to Equity Shareholders (in Rs.)	756,919,027	478,018,921
No of Weighted Average Equity Shares outstanding during the year(Basic)	45,691,702	45,691,702
No of Weighted Average Equity Shares outstanding during the year (Diluted)	46,352,532	46,471,752
Nominal Value of Equity Shares (in Rs.)	10	10
Basic Earnings per Share (in Rs.) (Basic)	16.57	10.46
Basic Earnings per Share (in Rs.) (Diluted)	16.33	10.29

11 Deferred Tax- AS 22

(Rs. In Lacs)

	As at 31-Mar-10	As at 31-Mar-09
Difference in WDV of Fixed Assets	324.85	243.43
Other Timing Differences	(24.20)	(59.50)
Deferred Tax Liability	300.65	183.93

The Company is claiming deduction u/s 80-IA of The Income Tax Act, 1961 for certain sites. Accordingly, no provision for deferred tax assets/liabilities on timing differences originating and reversing during tax holiday period has been made.

12 AS – 29 – Details of Provisions

(Rs. In Lacs)

Sr. No.		Balance at 01.04.2009	Provisions made during the year	Provision reversed / adjusted during the year	Balance as at 31.03.2010
(a)	Taxation	1,558.05 (707.87)	2,230.15 (850.18)	365.71 -	3,422.49 (1,558.05)
(b)	Gratuity	(23.61) (-27.88)	34.96	36.65 (4.27)	(25.30) (-23.61)
(c)	Leave Encashment	48.22 (49.11)	27.21 -	4.22 (0.89)	71.21 (48.22)
(d)	Derivative	126.83 (322.50)	-	126.83 (195.67)	- (126.83)
(e)	Provision for Doubtful Debts	129.08 (77.83)	123.52 (51.25)	- -	252.60 (129.08)

(Figures in brackets denote figures for previous year)

- 13** The Company has initiated steps to make an Initial Public Offering (IPO) of its Equity Shares. The Draft Red Herring Prospectus (DRHP) is filed with the SEBI on September 22, 2009. Expenses incurred amounting to Rs.63.69 Lacs in connection with this issue is carried forward under 'Other Current Assets' and will be adjusted against the Share Premium to be received.

14 Details of Investments purchased and sold during the year

Sr. No.	Particulars	Purchased		Sold	
		No. of Units	Value (Rs. in Lacs)	No. of Units	Value (Rs. in Lacs)
(a)	NLPIG Canara Robeco Treasury Advantage Institutional Fund-Growth	13,632,708	2,000.00	13,632,708	2,001.87
(b)	Temploton India Treasury Management Account-Regular Plan-Growth	22,637	500.00	22,637	500.06
(c)	Temploton India Ultra Short Bond Fund-Retail Plan-Growth	4,393,179	500.06	4,393,179	501.34
(d)	LICMF Floating Rate Fund-Short Term Plan-Growth	15,129,034	2,250.00	6,863,041	1,000.16
(e)	LICMF Savings Plus Fund-Growth	7,080,261	1,000.16	7,080,261	1,000.52
(f)	Reliance liquid Fund-Treasury Plan-Institutional Option-Growth	2,294,873	500.00	2,294,873	500.07
(g)	Reliance Money Manager Fund-Institutional Option-Growth	41,208	500.07	41,208	500.21
(h)	Axis Liquid Fund-Retail Growth	6,444	64.64	6,444	64.65
(i)	Axis-Treasury Advantage Fund-Retail Growth	6,445	64.65	-	-

Note: There is no purchase and sale of investment during the previous year.

15 Amount paid or payable to Auditor as Fees

(Rs. In Lacs)

Particulars	For	For
	2009-10	2008-09
Audit Fees	9.65	8.75
Tax Audit	1.10	1.00
Other Services	28.40	11.39
Out of Pocket Expenses	1.21	-
Total	40.36	21.14

16 Foreign Exchange Earnings and Outflow

(Rs. In Lacs)

Particulars	For	For
	2009-10	2008-09
Expenditure in Foreign Currency:		
Capital Goods	505.79	438.86
Spare Parts of Machinery	15.02	-
Consultancy Fee	49.03	-
Foreign Travel Expenses	2.85	5.32
Earnings in Foreign Currency	-	-

17 Details of Capacity & Production, Sales, Raw Material Consumption and Purchase of Trading Goods

(a) Capacity and Production

Class of Goods	Unit	Licensed capacity	Installed capacity
Ready Mix Concrete	Cu.Mtr.	N.A.	N.A.

(b) Production and Sales

	Ready Mix Concrete		Bitumen		Others	Total
	Quantity (Cu.Mtr.)	Amount (Rs. In Lacs)	Quantity (MT)	Amount (Rs. In Lacs)	Amount (Rs. In Lacs)	Amount (Rs. In Lacs)
Opening Stock as at 1.4.2009	-	-	148.670	32.21	-	32.21
	(-)	(-)	(41.090)	(8.36)	(-)	(8.36)
Production during the year	206,372	-	-	-	-	-
	(233,629)	(-)	(-)	(-)	(-)	(-)
Purchase during the year	-	-	4,216.035	1,008.25	-	1,008.25
	(-)	(-)	(3,645.200)	(954.98)	(-)	(954.98)
Sales during the year	206,372	6,690.85	4,263.129	961.05	43.07	7,694.97
	(233,629)	(6,732.25)	(3,606.980)	(1,057.76)	(326.75)	(8,116.76)
Closing Stock as at 31.03.2010	-	-	78.018	26.78	-	26.78
	(-)	(-)	(148.670)	(32.21)	(-)	(32.21)

Note: Figures in brackets denote figures of previous year.

(c) Materials Consumption

Particulars	Unit	For 2009-10		For 2008-09	
		Quantity	Amount (Rs. In Lacs)	Quantity	Amount (Rs. In Lacs)
Cement	Bags	1,142,101	2,436.73	1,188,100	2,519.60
Bitumen	MT	4,287	1,013.68	3,538	954.98
Fly Ash	MT	16,112	215.79	16,245	189.47
Metal	Cub. Mtr	139,766	740.84	186,661	826.65
Sand	Cub. Mtr	99,350	895.77	122,799	929.81
Construction Chemicals	Kgs.	1,114,382	344.76	1,123,200	368.50
Others		-	92.28		26.63
Total			5,739.85		5,815.64

Note: Bitumen Sales during the year includes 544.61 MT used for construction activity

(Rs. In Lacs)

	For 2009-10	For 2008-09
Imported	-	-
Indigenous	5,739.85	5,815.64
Total	5,739.85	5,815.64

18 Contingent Liabilities

(Rs. In Lacs)

Sr. No.	Particulars	As at 31-Mar-10	As at 31-Mar-09
(a)	Bank Guarantees and Letters of Credit issued by bankers in favour of third parties	35,253.21	22,697.67
(b)	Corporate Guarantee issued by the Company in favour of Banks/ Financial Institutions for finance raised by Companies under the same management	123,965.70	121,514.62
(c)	Claims against the Company not acknowledged as debts	6.71	6.71
(d)	Liability against capital commitments outstanding (net of advances)	21.91	30.96
(e)	Liability of Duty against Export Obligations	39.18	-
(f)	Disputed Duties / Tax Demands (net of taxes paid)	645.57	208.34

19 Sundry Debtors include

(Rs. In Lacs)

Sr. No.	Particulars	As at 31-Mar-10	As at 31-Mar-09
Due from companies under the same management			
(a)	Ashoka Education Foundation	0.59	-
(b)	Ashoka Highways (Durg) Limited	-	3,874.84
(c)	Ashoka Valecha JV	74.53	-
(d)	Jaora-Nayagaon Toll Road Co. Pvt. Ltd.	2,660.98	929.36
(e)	Viva Highways Pvt. Ltd.	35.34	-
(f)	Ashoka Infrastructure Ltd.	19.78	-

20 Loans & Advances include

(Rs. In Lacs)

Sr. No.	Particulars	As at 31-Mar-10	As at 31-Mar-09
(a) Due from companies under the same management			
(i)	Ashoka Builders (Nasik) Pvt. Ltd.	-	1.47
(ii)	Ashoka Construwell Pvt. Ltd.	29.18	-
(iii)	Ashoka Highways (Bhandara) Ltd.	10,996.18	3,853.85
(iv)	Ashoka Highways (Durg) Ltd.	2,024.30	4,403.39
(v)	Ashoka Infrastructure Ltd.	21.38	229.22
(vi)	Ashoka Infraways Pvt. Ltd.	-	11.45
(vii)	Ashoka Precon Pvt. Ltd.	-	146.07
(viii)	Ashoka Technologies Pvt. Ltd.	7.91	0.30
(ix)	Viva Infrastructure Pvt. Ltd.	3,228.62	3,569.62
(b) Due from Firms in which Directors are interested			
(i)	Shubham Agencies	-	35.19
(c) Due from Directors & their relatives (Deposit placed for leased premises)			
(i)	Satish D. Parakh	11.00	11.00
(ii)	Satish D. Parakh HUF	5.00	5.00
(iii)	Asha A. Katariya	11.00	11.00
(iv)	Ashish A. Katariya	6.50	6.50
(v)	Astha A. Katariya	1.00	1.00

21 Term Deposits are pledged /lying with

(Rs. In Lacs)

		As at 31-Mar-10	As at 31-Mar-09
(a)	With Banks against Bank Guarantees / Overdrafts / Letter of Credits / Others	2,127.50	2,743.05
(b)	With Government Dept./ Security Deposits	146.32	294.41
(c)	With Sales Tax Authorities	0.81	0.69

22 DIRECTORS' REMUNERATION

(Rs. In Lacs)

Particulars	For 2009-10	For 2008-09
Salary	179.43	119.08
Reimbursements	1.90	-
Company's Contribution to PF	8.76	6.73
Total	190.09	125.81

23 The Company is undertaking following projects on Build Operate & Transfer (BOT) basis viz Under Toll Collection

Sr.	Name of the Project	Concession Period
(a)	Nagar – Karmala Road Project	24 th August 1999 to 4 th November 2015
(b)	Sherinallah – Bridge	24 th October 2000 to 22 nd June 2015
(c)	Nashirabad Railway Over Bridge	24 th July 2000 to 3 rd November 2010
(d)	Nagar Aurangabad Road Project	18 th December 2006 to 18 September 2017

24

- (a) The Company has entered into Joint Venture in the nature of Jointly Controlled Operations, wherein there is no capital contribution with Valecha Engineering Ltd for execution of the construction of Chittorgarh Bypass, the work is to be executed separately as per agreed terms and conditions and the obligations and fortunes of the respective works is being accounted individually of the Venturers.
- (b) The Company has also entered into a Joint Venture with Ashoka Buildwell & Developers Pvt. Ltd. by the name of Ashoka Infrastructures, to implement the Dhule Project on BOT basis with a sharing of 99.99% and 0.01% in favour of the company and Ashoka Buildwell & Developers Pvt. Ltd. respectively. Proportionate interest of the company in the said Joint venture is as under:

Balance Sheet	(Rs. In Lacs)	
	As at 31-Mar-10	As at 31-Mar-09
Capital	23.22	731.56
Unsecured Loans	-	-
Fixed Assets (Net)	3.12	3.78
Investments	0.01	600.01
Cash and Bank Balances	4.86	4.17
Loans and advances	25.06	126.99
Current Liabilities	9.83	3.39
Income	613.49	485.72
Expenses	35.07	17.66
Depreciation	0.67	0.96

25 Details of Investments in Partnership Firms

Name of Partnership & Partners	Share in Profit / Loss	Capital	
		As at 31-Mar-10	As at 31-Mar-09
(a) Ashoka Highway Ad.			
(i) Ashoka Buildcon Ltd.	99.99%	241.23	240.76
(ii) Ashoka Builders (Nasik) Pvt. Ltd.	0.01%	1.78	1.77
(b) Ashoka Bridgeways			
(i) Ashoka Buildcon Ltd.	5.00%	311.32	134.79
(ii) Ashoka Builders (Nasik) Pvt. Ltd.	95.00%	62.79	203.77

26 Suppliers/Service providers covered under Micro, Small Medium Enterprises Development Act, 2006 have not furnished the information regarding filing of necessary memorandum with the appropriate authority. In view of this, information required to be disclosed u/s 22 of the said Act is not given.

27 Out of the Investments of the Company following investments are pledged with the Financial Institutions /Banks for security against the financial assistance extended to the companies under the same management:

(a) Equity Shares of Rs.10 each of:

- (i) 4,000,000 Jayaswals Ashoka Infrastructure Pvt. Ltd.
- (ii) 7,257,864 Viva Highways Pvt. Ltd.
- (iii) 49,000 Viva Infrastructures Pvt. Ltd.
- (iv) 295,500 Ashoka Infracorps Pvt. Ltd.
- (v) 19,750,000 Ashoka Infrastructure Ltd.
- (vi) 1,530,000 Ashoka DSC Katni Bypass Road Pvt. Ltd.
- (vii) 13,317,658 Ashoka Highways (Bhandara) Ltd.
- (viii) 15,154,734 Ashoka Highways (Durg) Ltd.

(b) Preference Shares of:

- (i) 953,750 Viva Infrastructure Pvt. Ltd. of Rs.100 each
- (ii) 4,351,400 Ashoka Infrastructures Ltd. of rs.10 each

28 The Status of 0% Redeemable Non-Cumulative and Non-convertible Preference Shares by Company is as follows:

Sr. No.	No. of Shares	Premium at Redemption	Redemption Period	Redemption Month
(a)	225000	175%	10th Year	October, 2010
(b)	273500	150%	12th Year	September, 2011
(c)	488350	150%	12th Year	December, 2011
(d)	257000	150%	12 th Year	October, 2012

The Company has created a redemption reserve by utilizing the share premium account.

29 The company has registered under Employees Provident Fund Act for employees of the company as well as employees of certain group companies.

30 Balance of Debtors, Creditors, Advances, Deposits, etc. are subject to confirmation and reconciliation if any.

31 Previous Year figures have been regrouped/ rearranged wherever necessary, to make them comparable with current year figures.

As per our Report of even date

For M.P. CHITALE & CO.

Chartered Accountants

For and on behalf of the Board

Sd/-

(Murtuza Vajiji)

Partner

Sd/-

(M.A. Kulkarni)

Company Secretary

Sd/-

(A.M. Katariya)

Chairman

Sd/-

(S.D. Parakh)

Managing Director

Mumbai, June 21, 2010

Mumbai, June 21, 2010

ASHOKA BUILDCON LTD.

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
(PART IV)**

I) REGISTRATION DETAILS

CIN	U45200MH1993PLC071970
State Code	11
Balance Sheet Date	31st March, 2010

**II) CAPITAL RAISED DURING THE YEAR
ENDED 31ST MARCH, 2010** Rs. In ' 000s

Public Issue	Nil
Right Issue	Nil
Bonus Issue	Nil
Private Placement	Nil
Others	Nil
Total	<u><u>Nil</u></u>

**III) POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS
AS AT 31ST MARCH, 2010**

Total Liabilities 7,347,915

Total Assets 7,347,915

Source of Funds

Paid up Capital	581,302
Share Application Money	-
Reserve & Surplus	3,468,000
Secured Loans	1,668,932
Unsecured Loans	1,599,616
Deferred Tax Liability	30,065

Application of Funds

Net Fixed Assets	2,369,605
Investments	2,159,637
Net Current Assets	2,818,673
Misc. Expenditure - Preliminary Expenses	-
Profit and Loss Account	-

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
(Contd....)

IV) **PERFORMANCE OF THE COMPANY FOR THE YEAR ENDED 31ST MARCH, 2010**

I Turnover	11,364,934
ii) Total Expenditure	10,373,329
iii) Net Profit before Tax	991,606
iv) Net Profit after Tax	756,919
v) Earning Per Share	16.57
vi) Dividend Rate (%)	Nil

PRODUCTS OF THE COMPANY

Item Code No.
(ITC Code)

Product Description

: Civil Construction

Notes:-

- 1 The above particulars should be read along with the Balance Sheet as at 31st March,2010 & the schedules forming part thereof.

For and on behalf of the Boards

Sd/-

Ashok M.Katariya
Chairman

Sd,

Satish D. Paraki
Managing Director