

RAGHAVA ESTATES & PROPERTIES LIMITED

Twenty Third Annual Report

2010 - 2011

BOARD OF DIRECTORS

Sri L.Ravindra Rao	Managing Director
Sri L.Tulasi Prasad	Joint Managing Director
Sri T.Sri Rambabu	Director
Sri K.Harischandra Prasad	Director
Sri CH.Anjaneyulu	Director
Sri K.Koteswara Rao	Director
Sri M.K.S.Prakasa Rao	Director
Sri A.Srinivas	Director
Sri P.S.P.Bhushan Maruthi	Director
Sri B.V.R.Kumar Maruthi	Director

AUDITORS

SURESH AND BABU

Chartered Accountants

36-14-3/1,Mogalrajapuram

Vijayawada – 520 010

BANKERS

State Bank of India

ING Vysya Bank Ltd

NOTICE

NOTICE is hereby given that the Twenty Third Annual General Meeting of the Company will be held at 10.00 a.m. on Thursday, the 29th day of the September, 2011 at the Registered Office of the company at Door No.64-9-2, Patamatalanka, Vijayawada-10 to transact the following business:-

ORDINARY BUSINESS:

01. To receive, consider and adopt the Audited Financial Statement for the year ended March 31st 2011 together with the Reports of the Directors and the Auditors thereon.
02. To appoint a Director in place of Sri T. Sri Rambabu who retires by rotation and being eligible, offers himself for re-appointment.
03. To appoint a Director in place of Sri P.S.P.Bhushan Maruthi who retires by rotation and being eligible, offers himself for re-appointment.
04. To appoint a Director in place of Sri B.V.R.Kumar Maruthi who retires by rotation and being eligible, offers himself for re-appointment.

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

“RESOLVED THAT the retiring Auditors M/s. SURESH AND BABU Chartered Accountants be and are hereby re-appointed as auditors of the company to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and fix their remuneration in addition to reimbursement of actual out of pocket expenses incurred in connection with the audit of the books of account of the Company.”

SPECIAL BUSINESS:

06. To consider, and if thought fit, to pass, with or without modification (s) the following resolution as a Special Resolution.

“RESOLVED THAT pursuant to the provisions of Sections 198,269,309 & 310 read with schedule XIII and other applicable provisions, if any, of the Companies Act,1956, including any statutory modifications or re-enactments thereof , for the time being in force, consent of the company be and is hereby accorded for appointment of Mr.L.Ravindra Rao as the Managing Director of the company with effect from 1st August, 2011 to 31st July, 2016 on such terms as stated in the explanatory statement annexed to the notice.”

07. To consider, and if thought fit, to pass, with or without modification (s) the following resolution as a Special Resolution.

“RESOLVED THAT pursuant to the provisions of Sections 198,269,309 & 310 read with schedule XIII and other applicable provisions, if any, of the Companies Act,1956, including any statutory modifications or re-enactments thereof , for the time being in force, consent of the company be and is hereby accorded for appointment of Mr.L.Tulasi Prasad as the Joint Managing Director with effect from 1st August, 2011 to 31st July, 2016 on such terms as stated in the explanatory statement annexed to the notice.”

For and on behalf of the Board

Place : Vijayawada
Date : 02-09-2011

(L.RAVINDRA RAO)
Managing Director

Note:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the company. The instrument appointing proxy should, however, be deposited at the Registered Office of the company not less than 48 hours before the commencement of the meeting.
2. The Register of the members will also remain closed from 20-9-2011 to 29-9-2011(both days inclusive). The transfer books of the Company will remain closed for the aforesaid period.
3. Explanatory statement pursuant to Section 173(2) of the companies Act, 1956 is annexed hereto.
4. The members are requested to :-
 - (a) Intimate change, if any, in their registered address immediately
 - (b) Quote ledger folio number in all their correspondence.

Additional information on Directors seeking reappointment at the Annual General Meeting (Pursuant to Clause (49) of the listing Agreement)

Item no. 2:

Sri. T.S.Rambabu Aged 56 years an Engineering Graduate holder in civil and acquired M.Tech. from IIT, Kharagpur, he was a faculty member of Siddartha Engineering College, Vijayawada. He keeps himself up to date with the latest trends in construction.

Item no.3 :

Sri P.S.P. Bhushan Maruthi Aged 51 years is a Graduate In commerce and has rich experience in marketing and Administration of business.

Item no.4 :

Sri B.V.R.Kumar Maruthi Aged 40 years is a Graduate In commerce and has rich experience in Trading and marketing in business.

EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act, 1956)

As required by Section 173(2) of the Companies Act, 1956, the following explanatory statement sets out material facts relating to the Special business under Item No.6, 7, 8 & 9 of the accompanying Notice dated 01-08-2011.

Item No.7:

The Board of Directors of the company at its meeting held on 01-08-2011 re-appointed Sri L.RAVINDRA RAO, Managing Director of the company for a period of 5 years. The tenure and the salary particulars are as mentioned below:-

L.RAVINDRA RAO	Managing Director	01-08-2011 to 31-07-2016	Rs.50,000/- p.m
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The salary proposed to be paid is within the limits prescribed in Part II of Schedule XIII to the Companies Act, 1956. The draft of the agreement to be entered into by the Company with Mr. L.Ravindra Rao is available for inspection of members of the company on all its working days except Sundays between 11 a.m. to 1 p.m. upto the date of Annual General Meeting.

Mr.L.Ravindra Rao, Managing Director of the company respectively are interested in the proposed respective resolution to the extent of remuneration payable to each of them. No other director is concerned or interested in the proposals.

This Directors therefore recommend the resolution set out in item-6 of the notice.

Item No.8:

The Board of Directors of the company at its meeting held on 01-08-2011 re-appointed Sri L.TULASI PRASAD, Jt.Managing Director of the company for a period of 5 years. The tenure and the salary particulars are as mentioned below:-

L.TULASI PRASAD	Jt.Managing Director	01-08-2011 to 31-07-2016	Rs.50,000/- p.m
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The salary proposed to be paid is within the limits prescribed in Part II of Schedule XIII to the Companies Act, 1956. The draft of the agreement to be entered into by the Company with Mr. L.Tulasi Prasad is available for inspection of members of the company on all its working days except Sundays between 11 a.m. to 1 p.m. upto the date of Annual General Meeting.

Mr.L.Tulasi Prasad, Joint Managing Director of the company respectively are interested in the proposed respective resolution to the extent of remuneration payable to each of them. No other director is concerned or interested in the proposals.

This Directors therefore recommend the resolution set out in item-6 of the notice.

DIRECTORS' REPORT

Your Directors have great pleasure in presenting 23rd Annual Report together with the Annual Audited Accounts for the financial year ended 31st March, 2011.

	For the Year Ended 31-03-2011	For the Year Ended 31-03-2010
FINANCIAL RESULTS	Rs.	Rs.
Profit before interest and depreciation	94,93,581	1,13,21,366
Interest	71,64,202	87,62,057
Depreciation	14,98,202	16,29,402
Profit for the Year	8,31,177	9,29,907
Miscellaneous Expenditure written off	0	0
Profit before tax	8,31,177	9,29,907
Less: Provision for Income Tax		
--- Current Tax	(277596)	(2,87,397)
--- Deferred Tax	3,24,927	55,899
Profit after tax	8,78,508	6,98,409
Profit/Loss brought forward from Previous period	9,11,21,998	9,04,23,589
Profit carried to Balance Sheet	9,20,00,506	9,11,21,998
Earning per share		
---Basic/Diluted.	0.29	0.17

DIVIDEND:

In view of the working capital requirements for the on going & forth coming projects, the board has not recommended any dividend.

FUTURE PROSPECTS:

Your company views the future with optimism, as the demand for Housing is growing day by day and keeping in view the demand the management is anticipating good increase in turnover during the forthcoming years.

DIRECTORS :

Sri T.Sri Rambabu who retires by rotation and being eligible offers himself for re-appointment.

Sri P.S.P.Bhushan Maruthi who retires by rotation and being eligible offers himself for re-appointment.

Sri B.V.R.Kumar Maruthi who retires by rotation and being eligible offers himself for re-appointment.

AUDITORS :

M/s SURESH AND BABU, Chartered Accountants, Vijayawada Auditors of the Company, retire and are eligible for re-appointment for the Current Year.

INFORMATION AS PER SEC.217(2A) OF THE COMPANIES ACT, 1956.

PARTICULARS OF EMPLOYEES:

There were no employees in receipt of remuneration in excess of the amounts specified in Section 217(2A) of the Companies Act, 1956.

CONSERVATION of Energy ,Technology absorption, Foreign Exchange and outgo :

Information regarding compliance of Rules relating to conservation of Energy and Technology absorption is not provided, as the same is not applicable to the Company.

Foreign Exchange earning and outgo : Nil

CORPORATE GOVERNANCE:

As per clause 49 of the Listing Agreement our company has obtained corporate governance report from the statutory auditors of the company and annexed to this report and a separate section on Management Analysis and Discussion has been forming part of this report.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement U/s 217(2AA) of the Companies Act, 1956, with respect to Directors responsibility statement, it is hereby confirmed

- i) That in the presentation of Annual accounts, Applicable accounting standards have been followed and there is no material departure.
- ii) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for the year under review.
- iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) That the Directors have prepared the accounts for the financial year ended 31st March 2011 on a going concern basis.

ACKNOWLEDGEMENT:

Your Directors take this opportunity to express their thanks to the various State Government Departments, Development Authorities, Banks & Financial Institutions, Customers and Suppliers for their valuable assistance & support.

Yours Directors wish to place on record their appreciation of the efforts put in by the employees of your company at all levels.

Place : Vijayawada
Date : 02.09.2011

For and on behalf of the Board

L.RAVINDRA RAO
Managing Director

Management Discussion and Analysis:

Over view:

The financial statements have been prepared in compliance with the requirements of the provisions of the Companies Act, 1956 and Generally Accepted Accounting Principles in India. The estimates and judgments relating to the financial statements have been on a prudent and reasonable basis, in order that the statements reflect, in a true and fair manner, the state of affairs and profits for the year. This report may also contain certain statements that the company believes are or may be considered to be 'Forward Looking Statements' which are subject to certain risks and uncertainties.

INDUSTRY AND STRUCTURE

Construction Industry

India by population stood in second place in the World. India has a vast land and natural resources but they are not utilizing proportionately. Each and every common man wanted primary needs such as food, shelter & clothes. The Indian Real Estate sector after being on a high for almost three years is witnessing a slight correction throughout the country. Growth over these last three years was characterized by strong economic fundamentals, increasing purchase capacity of the investors, leading to rise in demand which in turn, led to increase in supply by developers who wanted to capitalize on the opportunity.

The company feels that the fundamentals will remain positive in 2010 and prices may moderate in the markets, however, the property market may witness a slowdown with some moderate correction which will vary from region to region. The demand-supply gap is anticipated to be much closer this year. The company expects that developers will be reluctant to reduce prices and may indulge in adding sweeteners to their deals rather than engaging in direct reduction in prices. The company's main aspect is to provide shelter within the affordable price and quality construction.

Company Infrastructure:

Your company operates from its registered office at Vijayawada. The company's site offices are at 2 locations one at Poranki, Penamaluru Mandal, Krishna district about 6 KM from the registered office at Vijayawada and the second one at Edupugallu Village, Krishna district about 9 Kms from the registered office at Vijayawada.

Internal Control Systems:

The Company has an effective internal control system in place and this is continually reviewed for effectiveness and is amplified by written policies and guidelines. The company's overall system of internal control is adequate given the size and nature of operations and effective implementation of internal control procedures.

The internal control system of the company is subject matter of Audit Committee's periodical review and suggestions and recommendations, if any, made by the committee will be carried out.

OPPORTUNITIES AND THREATS

With the tax exemptions offered by the Government and ample services of the private and public financial institutions, Geographical area of city limits are expanding vastly by mobilization of the people from one place to another for getting employment, which results the more opportunities for the company.

In rare occasions, uncertainty of land and material costs, chronic deviations in getting of land acquisition permits from the competent authorities.

Risks and concerns:

The Company's Current and Fixed assets are adequately insured against various risks. The Company constantly strives to adequately protect itself from various business risks and concerns and takes appropriate measures to address the same.

Operational Performance:

Particulars	2010-2011	2009-2010
Net Sales	7,87,70,602	9,59,79,591
Other Income	2,88,320	1,16,113
Work in Progress	6,51,67,489	2,44,81,499
Total Income	7,90,58,922	9,60,95,704
PBDIT	94,93,581	1,13,21,366
Finance charges	71,64,202	87,62,057
Depreciation	14,98,202	16,29,402
Profit before Tax	8,31,177	9,29,907
Profit after Tax	8,78,508	6,98,409
EPS – Basic	0.29	0.17
Net Worth	13,22,18,006	13,13,39,498

Sales Turnover:

Your Company is developing Housing colonies and Apartments in various locations. The On-going venture called 'Padmapriyanagar colony'. In this financial year major part of construction and infrastructure activities are completed. Your company achieved a turn over of Rs. 787.70 Lakhs.

Expenses:

The Company has achieved cost efficiency due to overall control on overheads. This increased the profits of the company for the previous year.

Finance charges:

The volume of finance charges have been slightly decreased to Rs. 71.64 lakhs from Rs. 87.62 lakhs for the year 2010-2011.

Profits before Depreciation, Interest and Taxes (PBDIT):

PBDIT decreased due to fall in sales turnover. An amount of Rs.276250- has been provided for taxation during the year.

Profit After Tax (PAT):

PAT increased to Rs. 8,78,508/- in the year 2010-2011 from Rs. 6,98,409/-

Earnings Per Share (EPS):

EPS Increased from Rs.0.17 to Rs.0.29 as against last year due to decrease in No. of Shares.

Inventories:

Major items of inventories as on 31st March 2011 are as

Particulars	31/03/2011	31/03/2010
Materials at site	1,25,275	1,75,610
Work-in-Progress	6,51,67,489	2,44,81,499
Stock in Trade	10,47,75,798	12,68,15,167

CHIEF EXECUTIVE OFFICER (CEO)/CHIEF FINANCE OFFICE(CFO)CERTIFICATION :

The CEO,i.e.the Managing Director or Manager appointed in terms of the Companies Act,1956 and the CFO i.e.the whole-time Finance Director or any other person heading the finance function discharging that function shall certify to the Board that:

- (a) They have reviewed financial statements and the cash flow statement for the year and that to the best of their knowledge and belief:
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of their knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- (c) They accept responsibility for establishing and maintaining internal controls and that they have evaluated the effectiveness of the internal control systems of the company and they have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- (d) They have indicated to the auditors and the Audit committee.
 - (i) Significant changes in internal control during the year;
 - (ii) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (iii) Instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system.

REPORT ON CORPORATE GOVERNANCE

The Directors present the company's Report on Corporate Governance.

Raghava Estates & Properties Limited is one of the fore runners in the field of construction industry and to have forwarded a formalized system of Corporate Governance.

THE COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

The Company's Corporate philosophy is aimed at total commitment to the ethical practices in the conduct of business while endeavoring to grow with profits, enhance shareholders value and to provide prompt and qualitative products to the customers. In order to achieve this mission, the Company has evolved the following Corporate Philosophy.

"People at large should perceive us as a Real Estates developer & builder which is manned by efficient, dedicated and professionally profound personnel, who are untiringly working supported by state of the art and technology, to meet the ever increasing needs of the customers and for achieving the highest levels of customers delight and to enhance the shareholders value."

BOARD OF DIRECTORS:

The primary role of the Board is that of trusteeship and ensuring the company is set clearly on goals to enhance shareholder value constantly. They set strategic goals, provide direction for accomplishment and seek accountability. Thus they manage the company and periodically review their own functioning.

COMPOSITION OF THE BOARD:

The following is the composition of the Board on 31st March 2011

Category	No of Directors	Percentage of Total No. of Directors
Promoter Executive Director	2	20%
Promoter Non executive Director	2	20%
Non executive Independent Directors	6	60%
Total	10	100%

The composition of the Board of Directors of the Company is in conformity with the code of Corporate Governance under the Listing Agreement with the Stock Exchanges. Details of the directors/memberships in Committees of other companies (excluding Raghava Estates & Properties Limited) are as under.

Sl	Name of the Director	Category of Director	No.of Directorships In other companies		Committee Memberships	
			Chairman	Member	Chairman	Member
1	L.Ravindra Rao	Executive Director	---	---	---	---
2	L.Tulasi Prasad	Executive Director	---	1	---	---
3	T.S.Rambabu	Promoter Non-Exe Director	---	---	---	---
4	K.H.Prasad	Promoter Non-Exe Director	---	1	---	---
5	Ch.Anjaneyulu	Non-Exe&Independent	---	---	---	---
6	A.Srinivas	Non-Exe&Independent	---	1	---	---
7	B.V.R.K.Maruthi	Non-Exe&Independent	---	---	---	---
8	K.KoteswaraRao	Non-Exe&Independent	---	1	---	---
9	P.S.P.B.Maruthi	Non-Exe&Independent	---	---	---	---
10	M.K.S. Prasaka Rao	Non-Exe&Independent	---	---	---	---

Independent director means a director who, apart from receiving Directors remuneration, does not have any other material pecuniary relationship or transactions with the company, its promoters, its management, or its subsidiaries, which in the judgment of the Board may effect the independence of judgment of the director.

Number of Board Meetings held in Financial year 2010-2011 with dates and attendance of Directors:

Five Board Meetings were held during the Financial Year 2010-2011. They were held on 30/04/2010, 26/07/2010, 02/09/2010, 25/10/2010, 10/01/2011.

The attendance record of each director was as under:

Name of the Director	Number of Board Meetings Attended	Attendance at last AGM
L.Ravindra Rao	5	Yes
L.Tulasi Prasad	5	Yes
T.Sri Rambabu	5	Yes
K.Harischandra Prasad	5	Yes
Ch.Anjaneyulu	4	Yes
P.S.P.Bhushan Maruthi	3	Yes
A.Srinivas	4	Yes
B.V.R.Kumar Maruthi	2	Yes
K.Koteswara Rao	5	Yes
M.K.S.Prakasa Rao	3	Yes

CODE OF CONDUCT:

In terms of Clause 49 of Listing of Agreement Company had adopted a code of Board of Directors and Senior Members of management personnel of the Company. It has been placed circulated to all members of Board of Directors and Senior members of management personnel and compliance of the same is affirmed annually. The declaration signed by the Managing Director of the Company forms part of this report.

Committees of the Board:

The two committees of the Board are – the Audit Committee and the Investor Services Committee. The respective chairman convenes the committees. The composition of the committees and the related attendance are provided below. Since there is no Company Secretary in employment with the company, Chairman of the respective committee is acting as Secretary also.

DECLARATION

This is confirmed that code of conduct by Board of Directors and Senior members of Management personnel.

I confirm that the Company as in respect of the financial year ended March, 2011, received from the Senior Members of Management of the Company and members of the Board and declare of the Compliance with the code of conduct as applicable to them.

For and on behalf of the Board

Place : Vijayawada
Date : 02.09.2011

LINGAM RAVINDRA RAO
Managing Director

Audit Committee:

The Audit Committee of the company provides reassurance to the Board on the existence of an effective internal control environment in the company. It is also empowered to investigate on the terms of reference by the Board and oversee the company's financial reporting and compliances with statutes are a few to list. The constitution of the committee is also in compliance with Section 292A of the Companies Act, 1956.

Composition:

The Audit committee comprises of Mr. K.H.Prasad, Chairman, Mr. A. Srinivas, Mr. M.K.S. Prakash Rao and Mr.K.Koteswara Rao all being non-executive and independent directors. The statutory auditor of the company is permanent invitee to the Audit Committee.

Attendance:

Details of the meetings held during the year.

S.No.	Date	Committee Strength	No. of Members Present
01	14.05.2010	4	4
02	06.07.2010	4	4
03	11.10.2010	4	4
04	10.01.2011	4	4

Details of the attendance of the members.

Director	No.of Meetings Attended
K.H.Prasad	4
A. Srinivas	4
M.K.S. Prakash Rao	4
K Koteswara Rao	4

Remuneration Committee:

1. No separate remuneration committee has been constituted. The Board of Directors of the Company with the interested Executive Directors, not participating or voting, considers matters of remuneration of Executive Directors. The terms of remuneration of Executive Directors is approved by the shareholders at the Annual General Meeting.
2. The company does not have any stock option scheme.
3. As such the company currently does not pay any remuneration including sitting fees to its Non-Executive Directors.
4. Details of the remuneration to Directors.

Name	Salary per annum
L.Ravindra Rao	Rs. 6,00,000
L.Tulasi Prasad	Rs. 6,00,000
T.S.Rambabu	Rs. 4,20,000

Investor Services Committee:

The Investor Services Committee under the nomenclature of Investor Grievance Committee overseas redressal of shareholder and investor grievances, and approves sub-division/transmission of shares, issue of duplicate share certificate etc.

Composition:

The committee is headed by Mr.K.Koteswara Rao, Mr.A.Srinivas, and Mr.K.H.Prasad are members of committee. Mr.K.Koteswara Rao is the Compliance Officer.

Attendance:

Details of the meetings held during the year

Sl.No.	Date	Committee Strength	No.of Member Present
1	14.05.2010	3	3
2	14.07.2010	3	3
3	14.12.2010	3	3
4	07.02.2010	3	3

Details of the attendance of the members.

Director	No.of Meetings Attended
K.Koteswara Rao	4
A.Srinivas	4
K.H.Prasad	4

Terms of Reference

1. To approve share transfer proposals.
2. To approve share transmission proposals.
3. To approve proposals of duplicate/Split & Consolidated shares.
4. To redress the grievances of Investors.

Shareholder complaints:

The Company did not receive any complaints during the year ended 31st March 2011.

Nature of Complaints:

Since there are no complaints the question does not arise.

GENERAL BODY MEETINGS**Annual General Meeting:**

The Annual General Meetings of the shareholders of the company for the last three years were held as under:

Year	Venue	Date	Time
2007-2008	Registered Office of the Company	29-09-2008	10:00 AM
2008-2009	Registered Office of the Company	29-09-2009	10:00 AM
2009-2010	Registered Office of the Company	29-09-2010	10:00 AM

No special resolutions were put through postal ballot last year. Presently, the Company does not have any proposal for postal ballot.

Disclosures:

Company does not have any materially significant related party transactions, which may have potential conflict with the interests of the Company. Other related party transactions have been reported at S.No.2.6 of Notes on Accounts.

Cases of Non-Compliance:

There has been no instance of Non-compliance by the company on any matter related to capital markets during the last three years. Hence, the question of penalties or strictures being imposed by SEBI or the stock exchange does not arise.

Means of Communication:

1. Quarterly, half yearly and annual financial results of the company will be communicated to the stock exchanges immediately after the same are considered by the Board and will be published in prominent English and Telugu News papers. However during the year, Unaudited financial results for 2010-2011 and 4th quarter financial results have been communicated to Stock Exchange and published in Deccan Chronicle and Andhra Bhoomi .
2. As the equity shares of the company are listed with Stock Exchanges, the annual results have been published as per listing agreements in prominent English and Telugu News papers.
3. Management Discussion and Analysis forms part of this Annual Report.

General Shareholder Information:**A. Annual General Meeting**

Date and Time : 29th September, 2011 at 10.00 A.M.
Venue : D.No : 64-9-2, Kanuru Subbaiah Buildings,
Beside Eenadu, Patamatalanka,
VIJAYAWADA – 520 010.

B Financial Year 2010-2011

First Quarter Results : July/August, 2010
Second Quarter Results : October/November, 2010
Third Quarter Results : January/February, 2011
Fourth Quarter Results : April, 2011
Annual Results : June, 2011

C Dates of Book Closure : 20th September, 2011 to 29th September,
2011 (Both days inclusive)

D Dividend Payment Date : N.A.

E Listing on Stock Exchange : The company's shares are listed on Madras &
Mumbai stock Exchange.

F Stock Code : 531627.

G Stock Price Date : The Company's stock is not quoted during the
last financial year on any of the stock
exchanges listed above.

H Stock Performance : The Company's stock is not quoted during the
last Financial year on any of the stock
exchanges listed above.

I. Registrar and Share Transfer Agents:

M/s. XL Softech Systems Ltd are acting as the Registrar and Transfer Agents of the Company for handling the share related matters both in physical and dematerialized

XL Softech Systems Ltd
3, Sagar Society,
Road No.2, Banjara Hills,
HYDERABAD – 500 034

Contact person: Mr. R.Ram Prasad, Manager
Tel: 040 – 23545913/14/15
Fax: 040- 23553214

J. Share Transfer System

The applications for transfer of shares received by the company in physical form are processed and registered within 30 days of receipt of the documents valid in all respects. Shares under objection are returned within a fortnight's time. The Investor Services Committee meets generally once in a month to consider the transfer applications and other proposals to transmission, etc.

K. Share Holding Pattern

Range (Rs.)	No.of Shareholders	% of Total Shareholders	No.of Shares held	% of Shareholding
1 - 5,000	275	42.97	90200	02.99
5,001 - 10,000	136	21.25	119000	03.94
10,001- 20,000	103	16.09	161900	05.36
20,001- 30,000	54	08.44	136200	04.51
30,001- 40,000	21	03.28	76300	02.53
40,001- 50,000	14	02.19	64700	02.14
50,001-1,00,000	22	03.44	152600	05.06
1,00,001 and above	15	02.34	2218300	73.47
TOTAL	640	100.00	3019200	100.00

L. Dematerialization of Shares and Liquidity:

Equity shares of the company are compulsorily traded in dematerialized form and are available for trading under both the depositories i.e, NSDL and CDSL.

M. Address for Correspondence:

1. For any unresolved complaints
THE MANAGING DIRECTOR
Raghava Estates & Properties Limited
64-9-2, Kanuru Subbaiah Blds.
Patamata lanka, Vijayawada-520 010

Compliance Certificate of the Auditors:

The statutory Auditors have certified that the company has complied with the conditions of corporate Governance as stipulated in clause 49 of the Listing Agreement with the stock exchanges and the same is annexed to the Report of Directors. The certificate from the Statutory Auditors will be sent to the Stock Exchanges along with the Annual Report of the Company.

CERTIFICATE

To
The Members of
M/s Raghava Estates & Properties Limited

We have examined the compliance of the conditions of corporate governance by **M/s.Raghava Estates & Properties Limited** for the year Ended on 31st March, 2011, as stipulated in clause 49 of the Listing Agreement of the said company with Stock Exchanges in India.

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

In our opinion and to the best of our information and according to the explanations given to us, the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreements.

As per the information and explanations given to us by the management, the company did not receive any complaints from shareholders and investors during the year ended 31st March, 2011.

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

for **SURESH AND BABU**
Chartered Accountants
Firm Reg.No.004254S

Place : Vijayawada
Date : 02.09.2011

(P. JANARDHAN)
Partner
Membership NO.26498

AUDITOR'S REPORT

To
The Members of
M/S. RAGHAVA ESTATE & PROPERTIES LIMITED,

1. We have audited the attached Balance Sheet of **M/S. RAGHAVA ESTATES & PROPERTIES LIMITED,** as at 31st March, 2011 and also the profit and Loss Account and cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with 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 misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors Report) Order 2003, issued by the Central Government of India in terms of section 227 (4A) of the Companies Act, 1956, We enclose in the Annexure, a statement on the matters specified in paragraphs 4 & 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that :
 - a) We have obtained all the information and explanations, which, to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of the books.
 - c) The Balance Sheet, Profit and Loss Account and cash flow statement dealt with by this report are in agreement with the above books of accounts.
 - d) In our opinion, the balance sheet, profit and Loss Account and the Cash flow statement dealt with by this report comply with the Accounting standards referred to in section 211(3C) of the Companies Act, 1956.
 - e) On the basis of written representations received from the directors, as on 31st March, 2011, and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March, 2011 from being appointed as directors in terms of clause (g) of sub-section (1) of section 274 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 said accounts read with notes thereon and significant accounting policies give the information required by the companies Act, 1956, in the manner so required, and give a true and fair view in conformity with the accounting principles generally accepted in India.
 - i) In the case of Balance Sheet, of the State of affairs of the Company as at 31st March, 2011 and
 - ii) In the case of the Profit and Loss accounts of the Profit for the year ended on that date
and
 - iii) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

for **Suresh and Babu**
Chartered Accountants

Place : Vijayawada
Date : 02.09.2011

(P. Janardhan)
Partner

ANNEXURE TO THE AUDITOR'S REPORT

Referred to in paragraph 3 of our report of even date.

- i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) We were informed that all the fixed assets of the Company have been physically verified by the management during the year at reasonable intervals and no discrepancies were noticed on such verification.
c) During the year, the company has not disposed any part of the Plant & Machinery and the question of effect on the going concern status of the company does not arise.
- ii) a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- iii) The company has neither granted nor taken any loans secured or unsecured to/from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act. Hence the provisions of Clause 4 (iii) of Companies (Auditors Report) Order, 2003 are not applicable to the company.
- 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 with regard to purchase of inventory, fixed assets and with regard to sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control.
- v) a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under Section 301 of the Companies Act, 1956 .
b) In our opinion, according to the information and explanations given to us there are transactions which were made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of Rupees Five Lacs in respect of any party during the year.
c) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public.
- vi) The company does not have formal internal audit department but the company's internal control procedures together with the internal checks conducted by the management staff during the year can be considered as an adequate internal audit system commensurate with the size and nature of its business.
- vii) We have been informed that the Central Government has not prescribed maintenance of cost records under section 209 (1)(d) of the companies Act. 1956 for the company.
- viii) a) The company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, income tax, sales tax, excise duty and other material statutory dues applicable to it.
b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales Tax, Customs duty, excise duty, and cess were in arrears, as at 31st March, 2011 for a period of more than six months from the date they become payable.
c) According to the information and explanations given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, excise duty and cess, which have not been deposited on account of any dispute.
- ix) In our opinion, there was no accumulated losses and the company has been deriving cash profits during the financial year covered by our audit and the immediately preceding financial year.
- x) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions, banks or debenture holder.
- xi) The company has not granted loans and advances on the basis of security by way of pledge of share, debentures and other securities.
- xii) The company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditors' Report) Order, 2003 are not applicable to the company.

- xiii) In our opinion, the company is not dealing in or trading in shares, securities debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditors' Report) Order, 2003 are not applicable to the company.
- xiv) In our opinion and according to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- xv) In our opinion, the term loans have been utilized for the purpose for which they were raised.
- xvi) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short term basis have been used for long term investment.
- xvii) According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956. In our opinion, the price at which shares have been issued is not prejudicial to interest of the company
- xviii) According to the information and explanations given to us, during the period covered by our audit report, the company has not issued any debentures.
- xix) The company has not raised any money by public issue of shares during the year covered by audit.
- xx) According to the informant and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

for **SURESH AND BABU**
Chartered Accountants

Place : Vijayawada
Date : 31.07.2011

(P. JANARDHAN)
Partner

M/S. RAGHAVA ESTATES & PROPERTIES LIMITED

Balance Sheet As at 31st March, 2011

PARTICULARS	Schedules	AS at 31st March, 2011	AS at 31st March, 2010
SOURCES OF FUNDS			
Share holder's Funds			
a) Share Capital	1	30,192,000	40,217,500
b) Reserves & Surplus	2	102,026,006	91,121,998
LOAN FUNDS			
a) Secured Loans	3	36,099,725	56,454,343
b) Unsecured Loans		-	-
Deferred Tax liability	4	948,804	1,273,731
		169,266,535	189,067,572
APPLICATION OF FUNDS:			
Fixed Assets	5		
Gross Block		35,209,121	35,799,727
Less: Depreciation		24,221,093	23,529,474
Net Block		10,988,028	12,270,253
Investments	6	3,344,270	3,444,270
CURRENT ASSETS, LOANS & ADVANCES			
A) Current Assets	7	172,987,578	154,051,440
B) Loans & Advances	8	511,475,222	510,225,843
Total Current Assets (A)		684,462,800	664,277,283
Less: Current Liabilities & Provisions			
a) Liabilities	9	524,397,485	485,740,484
b) Provisions	10	5,131,078	5,083,750
Total current liabilities (B)		529,528,563	490,824,234
NET CURRENT ASSETS (A-B)		154,934,237	173,453,049
		169,266,535	189,167,572
Significant Accounting Policies and Notes forming part of the Accounts	14	-	

As per our Report of even date

For Suresh and Babu
Chartered Accountants
Firm Reg. NO.004254S

For and on Behalf of the Board

L.RAVINDRA RAO
Managing Director

(P.JANARDHAN)

Partner

Membership No,26498

PLACE : VIJAYAWADA

DATE: 02-09-2011

L.TULASI PRASAD
Jt. Managing Director

T.SRI RAMABABU
Director

RAGHAVA ESTATES& PROPERTIES LIMITED

Profit & Loss Account for the year ended 31st March,2011

PARTICULARS	Schedules	For the year ended 31st March,2011	For the year ended 31st March,2010
INCOME	11		
A) Property Development Projects		78,770,602	95,979,591
B) Other income		288,320	116,113
		79,058,922	96,095,704
EXPENDITURE			
Purchase of Land		2,561,250	-
Property Development, General, Administrative & Marketing Expenses	12	85,600,377	67,595,093
(Increase)/Decrease in cost of Stock-in-Trade and Work-in-progress	13	(18,596,286)	17,179,245
Total		69,565,341	84,774,338
Profit before Depreciation & Interest		9,493,581	11,321,366
Interest		7,164,202	8,762,057
Depreciation		1,498,202	1,629,402
Profit after Depreciation & Interest		831,177	929,907
Misc. Expenditure written off		-	-
Profit Before tax		831,177	929,907
<u>Provision for tax</u>			
Current tax		277,596	287,397
Deferred Tax		(324,927)	(55,899)
		-	-
Profit after tax		878,508	698,409
Add: Balance brought forward from previous year		91,121,998	90,423,589
Profit available for appropriation		92,000,506	91,121,998
Appropriations:			
Surplus carried to balance sheet		92,000,506	91,121,998
Earning per share(Basic/Diluted)		0.29	0.17
Significant Accounting Policies and Notes forming part of the Accounts	14		

As per our Report of even date

For and on Behalf of the Board

For Suresh and Babu
Chartered Accountants
Firm Reg.No.004254S

L.RAVINDRA RAO
Managing Director

(P.JANARDHAN)
Partner
Membership No.26498

L.TULASI PRASAD
Jt.Managing Director

T.SRI RAMBABU
Director

PLACE: VIJAYAWADA
DATE : 02-09-2011

RAGHAVA ESTATES & PPROPERTIES LIMITED		
SCHEDULES	As at 31st March, 2011	As at 31st March, 2010
SCHEDULE -1 SHARE CAPITAL		
SHARE HOLDERS FUNDS		
AUTHORISED CAPITAL		
55,00,000 Equity Shares of Rs.10/- each	55,000,000	55,000,000
ISSUED & SUBSCRIBED SHARE CAPITAL		
55,00,000 Equity Shares of Rs.10/- each	55,000,000	55,000,000
PAID UP CAPITAL		
30,19,200 Equity Shares of Rs.10 each	30,192,000	50,243,000
Less: Calls in arrears	-	10,025,500
TOTAL	30,192,000	40,217,500
SCHEDULE -2 RESERVES & SURPLUS		
RESERVES & SURPLUS A/C	91,121,998	90,423,589
Add : Transfer from Forfeited Shares	10,025,500	-
Add: Transferred from Profit & Loss Account	878,508	698,409
TOTAL	102,026,006	91,121,998
SCHEDULE-3 LOAN FUNDS		
SECURED LOANS		
a) Shriram Transport Finance Ltd	241,870	2,255,415
b) Ashok Leyalnd Finance Ltd	337,436	337,436
d) APSFC	28,856,954	50,996,507
e) Shriram City Union Finance Ltd	2,288,922	2,288,922
f) Reliance Capital Ltd	330,743	576,063
g) OTS Financiers	4,043,800	-
TOTAL	36,099,725	56,454,343
SCHEDULE - 4 DEFERED TAX:		
Opening balance Liability/(Asset)	1,273,731	1,329,630
Net impact on timing difference- (Asset)	-324926.6389	(55,899)
Deferred tax (asset)/liability	948,804	1,273,731
SCHEDULE -6 INVESTMENTS		
a) Investments -Shares	3,344,270	3,444,270
SCHEDULE -7 CURRENT ASSETS		
a) Property Development Projects(WIP)	65,167,489	24,481,499
b) Stock in Trade (Land)	104,775,798	126,815,167
c) Material at Site	125,275	175,610
d) Cash & Bank Balances		
Bank of Baroda	7,000	7,000
Dhana Lakshmi Bank Ltd	56	8,639
HDFC Bank Ltd	1,166	5,382
Indian Overseas Bank	11,281	11,281
Indus Ind Bank	4,135	10,821
Ing Vysya Bank Ltd	-	3,584
Ing Vysya Bank Ltd	10,121	10,121
Oriental Bank of Commerce	7,591	2,477
State Bank of India	-	69,441
S.B.I.	8,415	8,415
SBI-Poranki	5,000	5,000
State Bank of Hyderabad	676,296	193,582
U.B.I. Siddi Amber Bazar	834	3,070
UBI Escrow (210033)	5,982	5,982
UCO Bank	10,773	10,773
Union Bank of India(RVR)	2,567	2,567
United Bank of India	1,429	1,429
Yes Bank	18,453	-
Vijaya Bank	16,507	16,507
Cash on hand	2,131,410	2,203,093
TOTAL	172,987,578	154,051,440
SCHEDULE - 8 LOANS AND ADVANCES		
a) Advances for purchases of Lands	276,887,294	308,288,463
b) Advances for Workers & Suppliers	8,660,261	13,186,858
c) Deposits	2,858,909	1,210,591
d) Other assets	223,068,758	187,539,931
TOTAL	511,475,222	510,225,843
SCHEDULE - 9 CURRENT LIABILITIES & PROVISIONS		
CURRENT LIABILITIES		
Sundry creditors	9,504,235	7,845,499
Creditors for Trade	20,767,648	6,968,858
Other Current liablites	1,133,113	166,975
Advances recd against proposed projects	492,992,489	470,759,152
TOTAL	524,397,485	485,740,484
SCHEDULE - 10 PROVISIONS		
For Ouststanding Expenses	5,131,078	5,083,750

RAGHAVA ESTATES & PROPERTIES LIMITED
STATEMENT OF DEPRECIATION FOR THE PERIOD ENDING 31-03-2010
AS PER SCHEDULE XIV OF THE COMPANIES ACT

SCHEDULE -5

NAME OF THE ASSET	RATE OF DEP	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		AS ON 1/4/10	ADDITTIONS	DELETIONS	BALANCE ASON 31/03/11	AS ON 1/4/10	DELETIONS	FOR THE YEAR	UPTO 31/03/2011	AS ON 31/03/2011	AS ON 1/4/10
BUILDINGS	5.00%	824,974	-	-	824,974	408,203	-	20,839	429,042	395,932	416,771
CENTERING MATERIAL	13.91%	7,787,788	-	-	7,787,788	6,228,016	-	216,964	6,444,979	1,342,809	1,559,773
CLUB COMPLEX	5.00%	3,500,000	-	-	3,500,000	1,653,685	-	92,316	1,746,000	1,754,000	1,846,316
COMPUTER & FAX	40.00%	1,651,100	22,300	-	1,673,400	1,414,519	-	98,356	1,512,875	160,525	236,581
ELECTRIC EQUIPMENT	20.00%	922,900	-	-	922,900	828,980	-	18,784	847,764	75,136	93,920
FURNITURE AND FIXTURES	18.10%	2,097,428	17,800	-	2,115,228	1,827,539	-	49,924	1,877,463	237,765	269,889
LAND	0.00%	482,840	-	-	482,840	-	-	-	-	482,840	482,840
MOTOR CAR	25.89%	2,946,971	-	-	2,946,971	1,373,129	-	407,468	1,780,597	1,166,374	1,573,842
MOTOR LORRIES	40.00%	2,279,610	-	839,242	1,440,368	2,215,072	806,582	12,751	1,421,241	19,127	64,538
PLANT & MACHINERY	13.91%	5,528,857	208,536	-	5,737,393	2,549,371	-	427,048	2,976,419	2,760,974	2,979,486
SEWEG TREATMENT PLANT	13.91%	2,428,259	-	-	2,428,259	2,243,770	-	25,662	2,269,432	158,827	184,489
SHOPPING COMPLEX	5.00%	5,349,000	-	-	5,349,000	2,787,191	-	128,090	2,915,281	2,433,719	2,561,809
		35,799,727	248,636	839,242	35,209,121	23,529,475	806,582	1,498,202	24,221,093	10,988,028	12,270,254

SCHEDULE -14

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH,2011

1. Significant Accounting policies:

1.1 METHOD OF ACCOUNTING:

The company maintains its accounts on accrual basis. The financial statements are prepared under the historical cost conversion and on the accounting principles of a going concern.

1.2 FIXED ASSETS:

Fixed Assets are stated at cost less depreciation.

1.3 DEPRECIATION:

Depreciation of fixed assets put to use have been provided for on the WDV method at the rates as specified by schedule XIV of the Companies Act,1956.

1.4 INVESTMENTS:

All investments are considered as long term investments and are stated at cost.

1.5 INVENTORY VALUATION:

- i) Raw materials and stores are valued at lower of cost or net realisable value.
- ii) Property development projects in progress are valued at lower of cost and net realisable value (taking into consideration the estimate cost to complete)
- iii) Land (stock in trade) is valued at the lower of cost and net realizable value.

1.6 REVENUE RECOGNITION:

- i) The company follows the mercantile system of accounting and recognizes Income and expenditure on accrual basis.
- ii) Turnover on property development projects:
The company follows the percentage of completion method.

1.7 RETIRMENT BENEFITS:

- a) Contribution to provident fund is made on actual liability and accounted for on accrual basis. No provision has been made for the retirement benefits of the employees.
- b) Provisions of payment of Gratuity Act applies to the company. Even though there are employees who have put in qualifying service to be eligible for Gratuity, provision against liability was not made in the accounts.
- c) Provisions of payment of Bonus Act are applicable to the company. Hence as per the Act, Bonus @ of 8.33% amount of Rs.2,37,001/- and the same was not provided in the accounts.

1.8 DIVIDENDS:

No dividend has been recommended by the board.

2. OTHER NOTES:

2.1 Loans and advances include loans to staff of the company accounting to Rs.98,111/- (Maximum amount due at any time during the year Rs.137121/-)

2.2 Balances of sundry debtors / creditors and other loans & advances have been taken at values as stated in the books of account and have not been confirmed by the parties.

2.3 DIRECTOR'S REMUNERATION:

	2010-2011 RS.	2009-2010 RS.
Remuneration (including perquisites)	16,20,000	16,20,000
Sitting fees	-----
	<u>16,20,000</u>	<u>16,20,000</u>

PAYMENT TO AUDITORS:

	2010-2011 RS.	2009-2010 RS.
For statutory audit	35,000	35,000
For tax audit	5,000	5,000
For tax Representation	10,000	10,000
And Service Tax on the above	5,150	5,150

2.4 The information required in regard to licensed capacity, installed capacity, actual production, consumption of raw material, opening and closing stock of goods are not applicable to this company.

2.5 Segment Reporting:

As the company's business activity falls within a single primary business segment i.e., Real Estate, property development, etc., the disclosure requirements of Accounting Standard(AS-17) "Segment Reporting" issued by the institute of chartered accountants of India is not considered relevant.

2.6 Related party Transactions:

The company has transactions with related parties. The details are as per annexure.

Transactions with related parties pursuant to Accounting Standard-18

S.No	Name of the Party	Nature of Relationship	Nature of Transaction	Amount of Transaction (Rs)	Outstanding amount as on 31/3/2011
1.	Ravindra Oil Company	Four Directors have controlling in the said firm	Purchase of HSD for Transportation	3,32,615	11,22,462(Dr.)
2.	R.P.Transporters	Four Directors have controlling in the said firm	Advance for purchase of vehicles	3,75,26,436	4,01,50,256(Dr.)
3.	PANC Transporters	Four Directors have controlling in the said firm	Advance for purchase of vehicles	2,20,19,944	3,47,93,451(Dr.)
4.	L.Ravindra Rao	Managing Director	Payment of Salary, Perks & Allowances	6,00,000	9,88,873(Cr.)
5.	L.Tulasi Prasad	Jt.Managing Director	Payment of Salary, Perks & Allowances	6,00,000	10,24,679(Cr)
6.	T.S.Rambabu	Executive Director	Payment of Salary, Perks & Allowances	4,20,000	6,77,883(Cr)

2.7 Earnings per share (EPS)

EARNING PER SHARE AS PER ACCOUNTING STANDARD-20

Particulars	2010-2011	2009-2010
a) profit attributable to equity shareholders (Rs.) (A)	8,78,508	6,98,409
b) Basic/Weighted average number of equity shares outstanding during the year(B)	30,19,200	40,21,750
c) Nominal value of equity share (RS)	10.00	10.00
d) Basic earning per share (A/B)	0.29	0.17
e) Diluted earning per share (A/B)	0.29	0.17

2.8 Deferred taxes

The movement of provision for deferred tax for the year ended 31-03-2011 is as given bellow.

Particulars of timing difference on account of	Liability/asset as at 01-04-2010	Charges/Credit for the year	Liability/Asset as at 01-04-2011
Depreciation on Assets	(12,73,731)	3,24,927	(9,48,804)
	(12,73,731)	3,24,927	(9,48,804)

2.9 Cash flow statement for the year ended 31-3-2011 is given in Annexure.

2.10 Previous year's figures have been reclassified wherever necessary to confirm to this year's classification.

2.11 Figures have been rounded off to the nearest rupee.

Signature to Schedules '1' to '13' and notes

AS PER OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD

For SURESH AND BABU
Chartered Accountants
Firm Reg.No.004254S

L.RAVINDRA RAO
Managing Director

P.JANARDHAN
Partner
Membership No.26498
Place: Vijayawada
Date : 02-09-2011.

L.TULASI PRASAD
Jt.Managing Director

T.SRI RAMBABU
Director

M/s.RAGHAVA ESTATES & PROPERTIES LIMITED
VIJAYAWADA
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2011

PARTICULARS	RS.	RS.
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit after tax and extra-ordinary items		8,78,508
adjustment for		
Depreciation	14,98,202	
Misc.exps written off	0	
Interest received	0	
Increase in payables	0	
Deferred Tax Liability	(3,24,927)	
Interest paid	71,64,202	
Profit on sale of Fixed Assets	(1,87,340)	81,50,137
Operating profit before working capital changes		90,28,645
Inventories	(1,85,96,286)	
Loans & Advances	(28,99,379)	
Trade payables	4,03,54,329	1,88,58,664
CASH GENERATED FROM OPERATIONS		2,78,87,309
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(2,48,636)	
sale of fixed assets	2,20,000	(28,636)
CASH FLOW FROM FINANCING ACTIVITIES		
INTEREST PAID	(51,81,698)	
INTEREST RECD	0	
Repayment of long term borrowings	(2,74,70,236)	
Proceeds from long term borrowings	40,00,000	(2,86,51,934)
Net increase/decrease in Cash & Cash Equivalents		(7,93,261)
Cash & Cash equivalents at the beginning of the year		25,79,164
Cash & Cash equivalents at the end of the year		17,85,903

As per our Report of even date
For Suresh and Babu
Chartered Accountants
Firm Reg. No.004254S

For and on Behalf of the Board

P.JANARDHAN
Partner
Membership No.26498

Lingam Ravindra Rao
Managing Director

L.Tulasi Prasad
Jt..Managing Director

T.Sri Rambabu
Director

Place : Vijayawada
Date : 02-09-2011

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
ADDITIONAL INFORMATION PURSUANT TO PART IV OF SCHEDULE VI OF THE COMPANIES ACT,1956

1	Registration Details	:	State Code:	01
	Registration No.	:	01-09300	
	Balance Sheet Date	:	31/03/2011	

2 Capital raised during the year (Amount in Rs. Thousands)

Public Issue	NIL	Rights Issue	NIL
Bonus Issue	NIL	Private Placement (PROMOTERS)	NIL

3 Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

Total Liabilities	1,69,268	Total Assets	1,69,268
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Sources of Funds

Paid up Capital	30,192
Share Application Money	-
Reserves & Surplus	1,01,762
Secured Loans	36,100
Unsecured Loans	-
Differed Tax	1,214

Application of Funds

Net Fixed Assets	10,988
Investments	3,344
Net Current Assets	1,54,936
Misc. Expenditure	-
Differed Tax	-

4 Performance of Company (Amount in Rs. Thousands)

Turnover(including other income)	79,060	Total Expenditure	78,229
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Profit before Tax	831	Profit after Tax	614
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Earnings per Share(in Rupees)	0.20	Dividend	-
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5 Generic names of principal products/services of Company
Item code No.(ITC code)
Products/Services description

Not Allotted
Real Estate Business

AS PER OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD

For SURESH AND BABU
Chartered Accountants
Firm Reg.No.004254S

L.RAVINDRA RAO
Managing Director

P.JANARDHAN
Partner
Membership No.26498
Place: Vijayawada
Date : 02-09-2011

L.TULASI PRASAD
Jt.Managing Director

T.SRI RAMBABU
Director

E-COMMUNICATION REGISTRATION FORM

Dear Sir,

Sub: Registration of my e-mail address – Green initiative in Corporate Governance

Please register my e-mail address in your records, being my consent towards the same.

Folio No : _____

Email ID : _____

Name of First / Sole Holder : _____

Signature of the First / Sole Holder : _____

Date :

Notes:

- 1) Share holders are requested to keep the Company informed as and when there is any change in their e-mail address. Unless the e-mail address given above is changed by the concerned shareholder by sending another communication in writing, the Company will continue to send the said documents to the e-mail address registered with Company.
- 2) The above e-mail address will be registered subject to verification of your signature with the specimen signature registered with the Company.