



RAGHAVA

ESTATES & PROPERTIES LIMITED

TWENTY-FOURTH ANNUAL REPORT

2011-2012

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TWENTY-FOURTH ANNUAL GENERAL MEETING

at 10.00 a.m.

On Saturday 29th September, 2012

at 64-9-2, Kanuru Subbaiah Buildings, Beside Eenadu

Vijayawada - 520 010.

Regd. Office : 64-9-2, Kanuru Subbaiah Buildings, Beside Eenadu, Vijayawada - 520 010.

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 A. Srinivas	Director
Sri K. Koteswara Rao	Director
Sri M.K.S. Prakasa Rao	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, Moghalrajapuram
Vijayawada- 10.

BANKERS

State Bank of India
ING Vysya Bank Limited

NOTICE

NOTICE is hereby given that the Twenty-fourth Annual General Meeting of the Company will be held at 10.00 a.m. on Saturday, the 29th day of the September, 2012 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 Balance Sheet as at 31st March, 2012 and the Profit & Loss Account for the year ended on that date and the report of the Directors' and Auditors' thereon.
02. To appoint a Director in place of Sri K.Koteswara Rao who retires by rotation and being eligible, offers himself for re-appointment.
03. To appoint a Director in place of Sri A.Srinivasa Rao who retires by rotation and being eligible, offers himself for re-appointment.
04. To appoint a Director in place of Sri M.K.S Prakasa Rao 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 Company's audit."

For and on behalf of the Board

Place : Vijayawada
Date : 02-09-2012

Sd/-
(L.RAVINDRA RAO)
Managing Director

Note:

1. Any 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. Pursuant to Section 154 of the Companies act 1956 and applicable provisions of the Listing Agreement, Register of Members and Share Transfer Books of the Company shall remain closed from 21st September, 2012 to 28th September, 2012 (both days inclusive) for the purpose of the Annual General Meeting.
3. Member holding shares in electronic form who wish to change their address are requested to intimate the same to the Registrars and Share Transfer Agents M/s. XL Softech Systems Ltd, 3, Sagar Society, Road No.2, Banjara Hills, Hyderabad – 500 034 (Tele No.040-2354513/14/15: Fax No.040-23553214).
4. Members desirous of making Nomination in respect of their shareholding are requested to submit Form 2B to the Registrars and Share Transfer Agents.
5. Shareholders are requested to convert their physical shareholdings into electronic shareholdings for their own convenience. Members are requested to quote Folio No. DP ID and Client ID in all correspondence and intimate any change in their address to the Company's Share Transfer Agents.
6. Member/Proxies are requested to bring duly filled in attendance slips to the meeting.
7. As required under Clause 49 of the Listing Agreement with Stock Exchange, brief particulars of Sri K.Koteswara Rao, Sri A.Srinivas, and Sri. M.K.S.Prakasa Rao, who are to be re-appointed as Directors are provided hereunder:

Item no. 1:

Sri K.Koteswara Rao aged 59 years is a Graduate in Civil Engineering and has rich experience in trading and marketing business. He is a member of the Share holders committee, Share Transfer Committee and Audit Committee of the Company.

Item no.2 :

Sri A.Srinivasa Rao aged 52 years is a Graduate in Mechanical Engineering and has rich experience in trading and marketing business. He is the member of the share holders committee and Share Transfer Committee of the Company.

Item no.3 :

Sri M K S Prakasa Rao Aged 54 years is a Graduate In commerce and has rich experience in trading and marketing business. He is the member of the Audit Committee of the Company.

DIRECTORS' REPORT

Dear Shareholders,

We are delighted to present before you the Twenty Fourth Annual Report on business and operations along with the Audited financial statements and the Auditors Report of your company for the financial year ended March 31, 2012.

(` in Lakhs)

Particulars	For the Year Ended 31-03-2012	For the Year Ended 31-03-2011
FINANCIAL RESULT		
Total Revenues	1325.48	787.71
Total Expenditure	1734.11	693.09
Earnings before Interest, Depreciation & Tax	(408.63)	97.50
Interest	60.28	74.20
Depreciation & Amortisation	11.94	14.98
Profit/(Loss) before tax	(480.85)	8.31
Provision for Tax	(0.31)	(0.47)
Profit after tax	(480.54)	8.78
Surplus/(Deficit) brought forward from Pervious year	1020.26	911.22
Transferred from Forward from previous year	-	100.26
Balance in Profit & Loss Account	539.72	1020.26

DIVIDEND:

In view of the working capital requirements for the on going & forthcoming projects, the Board had not recommended any dividend.

FUTURE PROPECTS:

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 K.Koteswara Rao, Sri A.Srinivas and Sri M.K.S.Prakasa Rao shall retire by rotation at the ensuing Annual General Meeting and being eligible are proposed for re-appointment.

AUDITORS:

The Statutory Auditors M/s SURESH AND BABU, Chartered Accountants, Vijayawada retire at the ensuing Annual General Meeting, and have confirmed their eligibility and willingness to accept office, if re-appointed.

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

There were no employees in receipt of remuneration in excess of the amounts specified in Section 217(2A) of the Companies Act, 1956 read with Rule 2 of Companies (particulars of Employees) Rules of 1975, as amended.,

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.

CORPORATE GOVERNANCE:

We strive to maintain high standards of corporate governance in all our interactions with our stake holders. The company has confirmed the corporate governance code as stipulated under the listing agreement with the stock exchange. 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, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- ii) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period.
- 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 frauds and other irregularities.
- iv) That the Directors have prepared the accounts 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 and support.

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

For and on behalf of the Board

Place : Vijayawada
Date : 02.09.2012

LINGAM 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 and 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 2012 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 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, suggestions and recommendations, if any are 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 mobilisation 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	March 31, 2012	March 31, 2011
Net Sales	13,15,54,541	7,87,70,602
Other Income	9,93,284	2,88,320
Work in Progress	8,66,37,620	6,51,67,489
Total Income	13,25,47,825	7,90,58,922
PBDIT	(4,08,63,054)	94,93,581
Finance Charges	60,27,999	74,20,228
Depreciation	11,93,802	14,98,202
Profit before Tax	(4,80,84,855)	8,31,177
Profit after Tax	(4,80,53,860)	8,78,508
EPS – Basic	(15.92)	0.29
Net Worth	8,41,64,146	13,22,18,006

Sales Turnover:

Your Company is developing Housing colonies and Apartments in various locations. The On-going venture called 'Padmanabhapuram Colony' , 'Jaganadhapuram Colony' and 'Sreenivaasapuram Colony'. In this financial year major part of construction and infrastructure activities are completed. Your company achieved a turn over of Rs. 1315.54 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 at Rs.60.28 lakhs in FY 2012 from Rs.74.20 lakhs in FY 2011.

Profits before Depreciation, Interest and Taxes (PBDIT):

PBDIT decreased due to increase in development & Construction cost during the fiscal.

Profit After Tax (PAT):

The company incurred a net loss of Rs.480.54 lakhs in the year 2011-2012. EPS has been declined from Rs.0.29 in FY 2011 to Rs.(15.92) in FY 2012

Inventories:

Major items of inventories as on 31st March 2012 are as

Particulars	March 31, 2012	March 31, 2011
Materials at site	4,25,300	1,25,275
Work-in-Progress	8,66,37,620	6,51,67,489
Stock in Trade	7,81,79,580	10,47,75,798

CHIEF EXECUTIVE OFFICER (CFO)/CHIEF FINANCE OFFIER(CFO) CERTIFICATION:

The CEO,i.e.the Managine 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 2012.

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.

SI NO.	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	Promote Non-Exe Director	.....	.....	.....	.....
4	K.H.Prasad	Promote 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	.....	1	.....	.....
8	K.Koteswara Rao	Non-Exe & Independent	.....	.....	.....	.....
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 a 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 2011-2012 with dates and attendance of Directors:

Five Board Meetings were held during the Financial Year 2011-2012. They were held on 29/04/2011, 05/08/2011, 02/09/2011, 28/10/2011, 02/02/2012

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
K.Koteswara Rao	2	Yes
M.K.S.Prakash Rao	5	Yes
B.V.R.Kumar Maruthi	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 also 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 31st March, 2012, 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

Sd/-

LINGAM RAVINDRA RAO

Managing Director

Place : Vijayawada

Date : 02.09.2012

Audit Committee:

The Audit Committee of the company provides re-assurance 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. The necessary quorum was present in all the meetings. Details of the meetings held during the year.

S.No.	Date	Committee Strength	No. of Members Present
01	01.07.2011	4	4
02	02.09.2011	4	4
03	23.12.2011	4	4
04	02.03.2012	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, consider 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. 1,05,000

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 Members Present
1	01.07.2011	3	3
2	02.09.2011	3	3
3	23.12.2011	3	3
4	02.03.2012	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 2012.

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
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
2010-2011	Registered Office of the Company	29-09-2011	10:00 AM

No special resolutions were put through postal ballot last year. Presently, the Company does not have any proposal for the 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 structures 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 2011-2012 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, 2012 at 10.00 A.M.
Venue : D.No : 64-9-2, Kanuru Subbaiah Buildings,
Beside Enadu, Patamatalanka,
VIJAYAWADA – 520 010.

B Financial Calendar (tentative and subject to change)

Financial Year April 01, 2012 to March 31, 2013
First Quarter Results : July/August, 2012
Second Quarter Results : October/November, 2012
Third Quarter Results : January/February, 2013
Fourth Quarter Results : April, 2013
Annual Results : June, 2012

C Dates of Book Closure : 19th September, 2011 to 29th September, 2012 (Both days inclusive)**D Dividend Payment Date : N.A.**

- E Listing on Stock Exchange : The Company's shares are listed on Bombay stock Exchange (BSE), P.J.Tower, Dalal Street, Mumbai – 400 001
- F Stock Code : 5311627
- G Listing Fees : The Company has paid annual listing fee for the Year 2012-13 to the Bombay Stock Exchange where the securities are listed
- Limited,
- H Stock Market Data & Stock Performance : No trade has been executed in the FY 2011-12

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 meet generally once in a month to consider the transfer applications and other proposals to transmission, etc.

K. Share Holding Pattern

Range-	No.of Shareholders	% of Total Shareholders	No.of Shares held	% of Shareholding
1 - 5,000	274	42.88	8,95,000	02.96
5,001 - 10,000	137	21.44	11,96,000	03.96
10,00 - 20,000	102	15.96	16,11,000	05.34
20,001- 30,000	53	08.29	13,40,000	04.44
30,001- 40,000	23	03.60	8,29,000	02.75
40,001- 50,000	14	02.19	6,47,000	02.14
50,001 - 1,00,000	21	03.29	1,47,100	04.87
1,00,001and above	15	02.35	2,22,03,000	73.54
TOTAL	639	100.00	3,01,92,000	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 - 520010.

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, 2012 as stipulated in clause 49 of the Listing Agreement of the said company with Stock Exchange in India.

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

In our opinion and to the best of our information and according to the explanations given to us, and as per the representations made by the Directors and the Management, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

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 : 02.06.2012

Sd/-
(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 ESTATE & PROPERTIES LIMITED**, as at 31st March, 2012 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, 2012, and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March, 2012 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, 2012 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
FRN : 004254S

Place : Vijayawada
Date : 02.09.2012

Sd/-
(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) There was no disposal of a substantial part of fixed assets during the year.
- 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, 2009 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 preceeding 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 debeture 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 utilised 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
FRN : 004254S

Place : Vijayawada
Date : 02.06.2012

Sd/-
(P. JANARDHAN)
Partner
M.No.26498

RAGHAVA ESTATES & PROPERTIES LIMITED

Balance Sheet As At 31st March 2012

(Amount In `)

	Particulars	Note No	Current Reporting Period 31-03-2012	Previous Reporting Period 31-03-2011
I	EQUITY AND LIABILITIES			
1.	Shareholder's Funds			
	a) Share Capital	1	30,192,000	30,192,000
	b) Reserves & Surplus	2	53,972,146	102,026,006
2.	Share Application Money pending allotment		-----	-----
3.	NON-CURRENT LIABILITIES			
	a) Long-term borrowings	3	19,999,247	36,099,725
	b) Deferred tax liabilities (Net)	4	917,809	948,804
4.	CURRENT LIABILITIES			
	(a) Short-term borrowing			
	(b) Trade payables	5	24,559,138	31404996
	(c) Other current liabilities	6	477,218,931	492,992,489
	(d) short-term provisions	7	3,496,580	5,131,078
	Total		610,335,851	698,795,098
II.	ASSETS			
1.	Non-current assets			
	a) Fixed assets			
	(i) Tangible assets		9,511,439	10,988,028
	b) Non-current investments	8	3,344,270	3,344,270
	c) Long-term loans and advances	9	2,954,921	2,858,909
	d) Other non-current assets	10		
2.	CURRENT ASSETS			
	a) Inventories		165,242,500	170,068,562
	b) Trade Receivables	11	10,293,114	--
	c) Cash and cash equivalents	12	7,218,926	2,919,016
	d) Short-term loans and advances	13	411,712,199	508,616,313
	e) Other current assets	14	78,482	--
	Total		610,355,851	698,795,098

Notes form an interegral part of these financial statements

Per our Report of even date
For **SURESH and BABU**
Chartered Accountants
FRN.0042545
P. JANARDHAN
Partner
M.NO.26498

Place : Vijayawada
Date : 2nd June 2012

FOR AND ON BEHALF OF THE BOARD

Sd/-
L.Ravindra Rao
Managing Director

Sd/-
L. Tulasi Prasad
Jt. Managing Director

RAGHAVA ESTATES & PROPERTIES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2012

	PARTICULARS	Note No	Current Reporting Period 31-03-2012	Previous Reporting Period 31-03-2011
	INCOME :			
I.	a) Revenue from operations	15	131,554,541	78,770,602
II.	b) Other Income	16	993,284	288,320
III.	TOTAL REVENUE (I + II)		132,547,825	79,058,922
	IV. Expenses :			
	Cost of Construction/Development	17	158,583,175	52,605,194
	Employee benefit expenses	18	8,065,711	6,621,859
	Finance costs	19	6,027,999	7,420,228
	Depreciation	20	1,193,802	1,498,202
	Other expenses	21	6,761,993	10,082,262
	Total expenses		180,632,680	78,227,745
V.	Profit before exceptional Items and tax (III-IV)		(48,084,855)	831,177
VI.	Exceptional Item		-	-
VII.	Profit before tax (V-VI)		(48,084,855)	831,177
VIII.	Tax expense :			
	1) Current tax		-	277,596
	2) Deferred tax		(30,995)	(324,927)
IX.	Profit for the year		(48,053,860)	878,508
X.	Earnings per Equity Share:			
	Weighted average number of Equity Shares outstanding during the year		3,019,200	3,019,200
	Basic & diluted earnings per share, including exceptional item (in `)		(15.92)	0.29
	Basic & diluted earnings per share, excluding exceptional item (in `)		-	0.29
	Nominal value per share (in `)		10.00	10.00

Notes form an interegral part of these financial statements

Per our Report of even date
For **SURESH and BABU**
Chartered Accountants
FRN.0042545

P. JANARDHAN
Partner
M.NO.26498

Place : Vijayawada
Date : 2nd June 2012

FOR AND ON BEHALF OF THE BOARD

Sd/-
L.Ravindra Rao
Managing Director

Sd/-
L. Tulasi Prasad
Jt. Managing Director

M/s. RAGHAVA ESTATES & PROPERTIES LIMITED, VIJAYAWADA.
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2012

PARTICULARS	(`)	(`)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit after Tax and Extraordinary items		(4,80,53,860)
adjustment for Depreciation	11,93,802	
Deferred Tax Liability	(30,995)	
Interest paid	55,35,949	
Profit on sale of Fixed Assets	(80,638)	66,18,118
Operating profit before working capital changes		(4,14,35,742)
Inventories	48,26,062	
Trade Receivables	(1,02,93,114)	
Loans & Advances	(96,012)	
Short term Loans & Advances and other assets	9,68,25,632	
Other payables and provisions	(1,74,08,056)	
Trade Payables	(68,45,858)	6,70,08,654
CASH GENERATED FROM OPERATIONS		2,55,72,912
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(66,575)	
Sale of Fixed Assets	4,30,000	3,63,425
C. CASH FLOW FROM FINANCING ACTIVITIES		
INTEREST PAID	(55,35,949)	
INTEREST RECD	0	
Repayment of long term borrowings	(1,61,00,478)	
Proceeds from long term borrowings	0	(2,16,36,427)
Net decrease in Cash and Cash Equivalents		42,99,910
Cash and Cash Equivalents at the begining of the year		29,19,016
Cash and Cash Equivalents at the end of the year		72,18,926

Per our Report of even date
For **SURESH and BABU**
Chartered Accountants
FRN.0042545

P. JANARDHAN
Partner
M.NO.26498

Place : Vijayawada
Date : 2nd June 2012

FOR AND ON BEHALF OF THE BOARD

Sd/-
L.Ravindra Rao
Managing Director

Sd/-
L. Tulasi Prasad
Jt. Managing Director

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS:

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES:

1.1 Basis of preparation of Financial Statements:

The financial statements have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified by the Companies (Accounting Standard) Rules, 2006(as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on an accrual basis and under historical cost convention.

1.2 Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management of the company to make estimates and assumptions that effect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of financial statements and the reported amount of revenue and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/materialized

1.3 Tangible Assets:

Tangible assets are stated at cost less accumulated depreciation and impairment losses, if any. Direct cost comprises of all expenditure of capital in nature attributable to bringing the tangible fixed asset to working condition for its intended use and incidental expenses including interest relating to acquisition, until Tangible assets are ready to be put to use.

1.4 Revenue Recognition:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

- (i) Income from sale of units of mutual funds is recognized on its realization
- (ii) Interest on bank deposits is recognized on a time proportion basis taking into account the amounts invested and the rate applicable.

1.5 Investments:

Investments, which are readily realizable and intended to be held of not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value. Long term investments are carried at cost less provision for diminution, other than that of temporary nature, in value of such investments.

- 1.6 Employee Benefits:
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. 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.
- 1.7 Borrowing Costs:
Borrowing costs that are directly attributable to the acquisition and construction of qualifying assets are capitalized as part of cost of such assets till such time the asset is ready for its intended use. A qualifying asset is one that requires substantial period of time to get ready for its intended use. All other borrowing costs, if any, are charged to the statement of Profit & Loss as period costs.
- 1.8 Provision for Current and Deferred Taxes:
Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from "timing difference" between taxable income and accounting income is accounted for using the tax rates and laws that are enacted as on the balance sheet date. Deferred tax asset is recognized and carried forward only to the extent that there is virtual certainty that the asset will be realized in the future.
- 1.9 Provisions, Contingent Liabilities and Contingent Assets:
i) A provision is recognized when the company has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

ii) Contingent liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.
- 1.10 General:
Any other accounting policy not specifically referred to are consistent with generally accepted accounting principles.

RAGHAVA ESTATES & PROPERTIS LIMITED

Notes forming Part of the Financials Statements

Note : 1 : SHARE CAPITAL

PARTICULARS	As at 31st March 2012	As at 31st March 2011
<u>Authorised Share Capital</u> 55,00,000 Equity shares of Rs. 10/- each	55,000,000	55,000,000
<u>ISSUED & SUBSCRIBED SHARE CAPITAL</u> 55,00,000 Equity shares of Rs. 10/- each	55,000,000	55,000,000
<u>Paid Up Capital</u> 3019200 Equity shares of Rs.10/-each	30,192,000	30,192,000
Total	30,192,000	30,192,000

Rights, preferences and restrictions attached to :

Equity Shares:- The Company has only one class of equity share having a par value of Rs 10 per share. Each shareholder is eligible for one vote per share. In the Event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts in proportion to their shareholding.

Reconciliation of Number of Shares

Particulars	As at 31st March 2012		As at 31st March 2011	
	Number of Shares	Amount	Number of Shares	Amount
Opening Balance	3019200	3019200	3019200	3019200
Changes during the year	0	0	0	0
Closing Balance	3019200	3019200	3019200	3019200

Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

Particulars	As at 31st March 2012		As at 31st March 2011	
	Number of Shares	Amount	Number of Shares	Amount
RAVINDRA RAO LINGAM	543100	17.99	543100	17.99
TULASI PRASAD LINGAM	458900	15.20	458900	15.20
PADMAJA VANI LINGAM	299200	9.91	299200	9.91
SRI RAMBABU TUMMALA	267500	8.86	267500	8.86
KILARU HARISCHANDRA PRASAD	244200	8.09	244200	8.09

Note : 2 : RESERVES & SURPLUS

Particulars	As at 31st March 2012	As at 31st March 2011
Reserves & Surplus A/c	102,026,006	91,121,998
Opening Balance	-	10,025,500
Add : Transfer from Forfeited Shares	(48,053,860)	878,508
Add : Transferred from Profit & Loss A/c		
Closing Balance	53,972,146	102,026,006
Total	53,972,146	102,026,006

Note : 3 : LONG-TERM BORROWINGS

Particulars	As at 31st March 2012	As at 31st March 2011
Secured Loans :		
APSFC (Charge secured by Equitable Mortgage of Land admeasuring Ac 0.50 cents of Land covered by R.S.No: 346/1 together with Buildings constructed there on bearing D-No; 1-195, Seethapuram Colony, Poranki village, Penamalur mandal, Krishna district.)	19,432,903	28,856,954
The Company has provided personal guarantees of Mr.L Ravindra Rao, L.Tulasi Prasad, K.Harischandra Prasad and T. Sri Rambabu, Promoter Directors of the company.	19,432,903	28,856,954
Unsecured Loans :		
(a) Shriram Transport Finance Ltd	150,870	241,870
(b) Ashok Leyland Finance Ltd	337,436	337,436
(c) Shriram City Union Finance Ltd	-	2,288,922
(d) OTS Financiers	-	4,043,800
(e) Reliance Capital Ltd (Car Loan)	78,038	330,743
	566,344	7,242,771
Total	19,999,247	36,099,725

(a) On July 19, 2007, the Andhra Pradesh State Financial Corporation(APSFC) sanctioned a Financial Assistance for a sum of Rs.420 Lakhs to the company to meet a part of cost of ongoing projects. The assistance is repayable in 50 monthly installemnts of Rs.9.20 lakhs each. The repayment shall commence 11 months from date of release of the loan. Interest shall be charged @17% p.a

Note : 4 : DEFERRED TAXES (NET)

Particulars	As at 31st March 2012	As at 31st March 2011
Opening Balance Liability / (Asset)	948,804	1,273,731
Net impact on timing difference- (Asset)	-30,995	-324,927
Total	917,809	948,804

Note : 5 : TRADE PAYBLES

Particulars	As at 31st March 2012	As at 31st March 2011
Sundry Creditors	25,559,138	31,404,996
Total	24,559,138	31,404,996

Note : 6 : OTHER CURRENT LIABILITIES

Particulars	As at 31st March 2012	As at 31st March 2011
CURRENT MATURITIES OF LONG TERM DEBT	-	-
OTHER PAYABLES :	-	-
(a) Advances received from Flat/Plot Holders	477,218,931	492,992,489
Total	477,218,931	492,992,489

Note : 7 : SHORT-TERM PROVISIONS

Particulars	As at 31st March 2012	As at 31st March 2011
PROVISION FOR EMPLOYEE BENEFITS :		
(a) Directors Remuneration	943,397	2,691,435
(b) ESI Payable	11,935	12,221
(c) PF payable	361,723	46,964
(d) Professional Tax payable	2,680	2,460
(e) Salaries & Allowances payable	597,125	330,301
	1,916,860	3,083,381
OTHERS :		
(1) Audit Fee payable	147,452	151,787
(2) Vat Tax payable	56,223	31,225
(3) XL Softech Systems Ltd	27,796	74,569
(4) Commission Payable	49,940	135,388
(5) Rent Payable	38,000	19,000
(6) Income Tax	594,440	977,790
(7) TDS	545,512	658,238
(8) Service Tax Payable	120,357	-
	1,579,720	2,047,697
Closing Balance	3,496,580	5,131,078
Total	3,496,580	5,131,078

RAGHAVA ESTATES & PROPERTIES LIMITED, VIJAYAWADA
STATEMENT OF DEPRECIATION FOR THE PERIOD ENDING 31-03-2012
AS PER SCHEDULE XIV OF THE COMPANIES ACT

Note : 8 : FIXED ASSETS

NAME OF THE ASSET	RATE OF DEP	GROSS BLOCK		DEPRECIATION			NET BLOCK			
		AS ON 1-4-2011	ADDI-TIONS	DELETIONS	BALANCE AS ON 31-3-2012	AS ON 1-4-2011	FOR THE YEAR 31-3-12	UP TO 31-3-12	AS ON 31-3-12	AS ON 31-3-12
Buildings A/c	5.00%	824974	-----	-----	824974	429042	19797	-----	448839	376135
Centering Material A/c	13.91%	778788	-----	-----	778788	6444979	186785	-----	6631764	1156024
Club Complex A/c	5.00%	3500000	-----	-----	3500000	1746000	87700	-----	1833700	1666300
Fax Epabx & Computers A/c	40.00%	1673400	66,575	-----	1739975	1512875	69998	-----	1582873	157102
Electric Equipment	20.00%	922900	-----	-----	922900	847764	15027	-----	862791	60109
Furniture & Fixures A/c	18.10%	2115228	-----	-----	2115228	1877463	43035	-----	1920498	194730
Lands	-----	482840	-----	-----	482840	-----	-----	-----	-----	482840
Motor Cars A/c	25.89%	2946971	-----	1182000	1764971	1780597	235979	832638	1183938	581033
Motor Lorries	40.00%	1440368	-----	-----	1440368	1421241	7651	-----	1428892	11476
Plant & Machinery A/c	13.91%	5737393	-----	-----	5737393	2976419	384051	-----	3360470	2376923
Sewage Treatment Plant A/c	13.91%	2428259	-----	-----	2428259	2269432	22093	-----	2291525	136734
Shopping Complex A/c	5.00%	5349000	-----	-----	5349000	2915281	121686	-----	3036967	2312033
Total		35209121	66575	1182000	34093696	24221093	1193802	832638	24582257	9511439
Previous year total		35799727	248636	839242	35209121	23529475	1498202	806582	24221093	10988028

PARTICULARS	CURRENT REPORTING PERIOD 31-03-2012 (`)	PREVIOUS REPORTING PERIOD 31-03-2011 (`)
Note : 9 : NON - CURRENT INVESTMENTS		
Investments in Equity Shares		
- Sarega Aqua Ltd 334427 equity shares of Rs.10/- each fully paid	34,44,270	34,44,270
	34,44,270	34,44,270
Note : 10 : LONG TERM LOAN AND ADVANCES		
Security Deposit	2,954,921	2,858,909
	2,954,921	2,858,909
Note : 11 : TRADE RECEIVABLES		
Outstanding for a period exceeding 6 months		
Considered Good	-	-
Doubtful	-	-
Other Trade Receivables - Considered Good	10,293,114	-
	10,293,114	-
Note : 12 : CASH AND CASH EQUIVALENTS		
(a) Balances with banks		
In current accounts with :		
Bank of Baroda	6,875	7,000
ING Vysya Bank Ltd (KTR)	10,121	10,121
S.B.I. (Damanjodi)	8,415	8,415
S.B.I (Poranki)	5,000	5,000
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
Vijaya Bank	16,507	16,507
Dhanalakshmi Bank Ltd	56	56
HDFC Bank Ltd	12,267	1,166
Indian Overseas Bank	11,281	11,281
Indusind Bank A/C.5136-050	4,135	4,135
Oriental Bank of Commerce	6,451	7,591
SBH (5471) A/C	11,554	676,296
SBI - 80585	1,772,606	-
S.B.I. (Powerpack)-2193	(15,093,664)	-
Union Bank of India	5,834	834
Yes Bank A/c	392,383	18,453
(b) Cash on hand	20,028,354	2,131,410
	7,218,926	2,919,016

PARTICULARS	CURRENT	PREVIOUS
	REPORTING PERIOD 31-03-2012 ()	REPORTING PERIOD 31-03-2011 ()
<u>Note : 13 : SHORT-TERM LOANS & ADVANCES</u>		
Loans & Advances to Related Parties	211,457,288	223,068,758
Advance given to Suppliers	4,076,688	8,660,261
Advance for purchase of Lands	191,936,382	276,887,294
Labour Advance	4,111,082	-
Site Advance	63,611	-
Staff Advance	56,900	-
Other Advance	10,248	-
	411,712,199	508,616,313
<u>Note : 14 : OTHER CURRENT ASSETS</u>		
TDS Receivable	78,482	-
	78,482	-
<u>Note : 15 : REVENUE FROM OPERATIONS</u>		
Sale of Apartments	41,200,000	38,594,000
Sale of Land	71,940,491	30,530,832
Buildings & Infrastrucutre	18,414,050	9,645,770
	131,554,541	78,770,602
<u>Note : 16 : OTHER INCOME</u>		
Profit on Sale of Motor Lorries	-	187,340
Commission Received	685,452	-
Interest Received	200,948	-
Profit on sale of Car	80,638	-
Sale of scrap	26,246	100,980
	993,284	288,320
<u>Note : 17 : COST OF CONSTRUCTION /DEVELOPMENT</u>		
Opening stock in trade & Projects in Progress	170,068,562	151,472,276
Add ; a) Purchase of Land	76,297,912	2,561,250
Add ; b) Construction & development exp	77,459,201	68,640,230
Less ; Stock in trade & Projects in Progress	165,242,500	170,068,562
	158,583,175	52,605,562

PARTICULARS	CURRENT REPORTING PERIOD 31-03-2012 ()	PREVIOUS REPORTING PERIOD 31-03-2011 ()
<u>Note : 18 : EMPLOYEE BENEFITS EXPENSE</u>		
Salaries	3,252,085	2,845,154
Employees Allowances	3,034,143	1,631,706
Directors Remuneration	1,305,000	1,620,000
Provident Fund	268,791	275,715
E.S.I.	108,733	98,668
Staff Welfare	96,959	150,616
	8,065,711	6,621,859
Note : 19 : FINANCE COSTS		
Interest on APSFC Term Loan A/c	5,535,949	7,164,202
Interest paid to others	492,050	256,026
	6,027,999	7,420,228
Note : 20 : OTHER EXPENSES		
Advertisement	327,026	889,999
Remuneration to Auditors for		
(i) Statutory Audit	35,000	35,000
(ii) Tax Audit	5,000	5,000
(iii) Tax Representation	10,000	10,000
(iv) Service Tax on the above	6,180	5,150
Bank Charges	635,105	165,522
Rent	114,000	114,000
Insurance	81,800	61,675
Office Expenses	355,692	632,136
Postage & Courier	19,319	31,369
Telephone Charges	430,200	493,223
Vehicle Maintenance	332,118	669,253
Electricity Charges	120,755	145,493
Rates, Taxes & Licenses	556,995	103,233
Compensation	41,250	721,728
Travelling & Conveyance	500,335	352,507
VAT Tax Paid	81,606	535,778
Sales & Marketing Expenses	2,727,836	4,896,414
Donations	15,000	-
Temple Maintenance	116,941	-
Consultancy Charges	86,768	-
	6,761,993	10,082,262

Note : 21 : Related party Transaction :					
Sl. No.	Name of the Party	Narure of Relationship	Nature of Transaction	Amount of Transaction (`)	Outstanding Amount as on 31-3-2012 (`)
1.	Ravindra Oil Company	Four Directors have Constrolling in the the said firm	Purchase of HSD for Transportation	65,802	24,06,660.(Dr)
2.	R.P. Transporters	Four Directors have controlling in the said firm	Advance for Purchase of Vehicles	27,00,000	21,757,156.(Dr)
3.	PANC Transporters	Four Directors have controlling in the said firm	Advance for Purchase of Vehicles	42,95,000	39,088,451(Dr)
4.	L. Ravindra Rao	Managing Director	Payment of Salary, Perks & Allowances	6,00,000	4,92,211(Cr)
5.	L. Tulasi Prasad	Jt. Managing Director	Payment of Salary, Perks & Allowances	6,00,000	4,51,186 (Cr)
6.	T.S. Rambabu	Executive Director	Payment of Salary, Perks & Allowances	1,05,000	NIL

Note : 22 : Segment Reporting :
As the company operates in a single business segment of Real Estate, property development, no additional disclosures are required as per Accounting Standard - 17 on Segment Reporting.

Note : 23 : Earnings per Share :

	March 31, 2012	March 31, 2011
Basic Outstanding Equity Shares	3019200	3019200
Face/Nominal Value per Equity Share	10	10
Profit attributable to Equity Share Holders	(48053860)	878508
Basic Earnings per Share	(15.92)	0.29

Note : 24 : Prior Year's Comparatives : The Previous year's figures have been re-grouped, where necessary to confirm to current years classification.

Per our Report of even date For SURESH and BABU Chartered Accountants FRN.0042545 P. JANARDHAN Partner M.NO.26498 Place : Vijayawada Date : 2nd June 2012	FOR AND ON BEHALF OF THE BOARD Sd/- L.Ravindra Rao Managing Director Sd/- L. Tulasi Prasad Jt. Managing Director
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**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
AS PER PART IV TO SCHEDULE VI TO THE COMPANIES ACT, 1956**

I. REGISTRATION DETAILS :

Registration No. 01-09300 : State Code : 01

Balance Sheet Date :

Date 31st Month March year 2012

II. CAPITAL RAISED DURING THE YEAR (Amount Rs. in Thousands)

Public Issue : NIL Rights Issue : NIL

Bonus Issue : NIL Private Placement (Promoters) : NIL

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (Amount in Rs. Thousands)

Total Liabilities 16,10,355 Total Assets 6,10,355

Sources of Funds

Paid up Capital	30,192
Share Application Money	-
Reserves & Surplus	53,972
Secured Loans	19,999
Current Liabilities	5,05,274
Differed Tax	918

Application of Funds

Net Fixed Assets	9,511
Investments	3,444
Long term Loans	2,955
Current Assets	5,94,545
Differed Tax	

IV. PERFORMANCE OF COMPANY (Amount in Rs. thousands)

Turnover (Including other Income)	1,32,547	Total Expenditure	1,80,633
Profit Before Tax	(48,085)	Profit After Tax	(48,054)
Earnings Per share is Rs.	(15.92)	Dividend	-----

V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY

(As per monetary terms)

Item Code No. (ITC Code): Not Applicable

Products/Service Description: Real Estates Business

Per our Report of even date
For **SURESH and BABU**
Chartered Accountants
FRN.0042545

Sd/-
P. JANARDHAN
Partner
M.NO.26498

Place : Vijayawada
Date : 2nd June 2012

FOR AND ON BEHALF OF THE BOARD

Sd/-
L.Ravindra Rao
Managing Director

Sd/-
L. Tulasi Prasad
Jt. Managing Director

RAGHAVA ESTATES & PROPERTIES LIMITED

REGD. OFFICE : 64-9-2, KANURU SUBBIAH BUILDINGS

BESIDE EENADU, VIJAYAWADA - 520 010

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.

