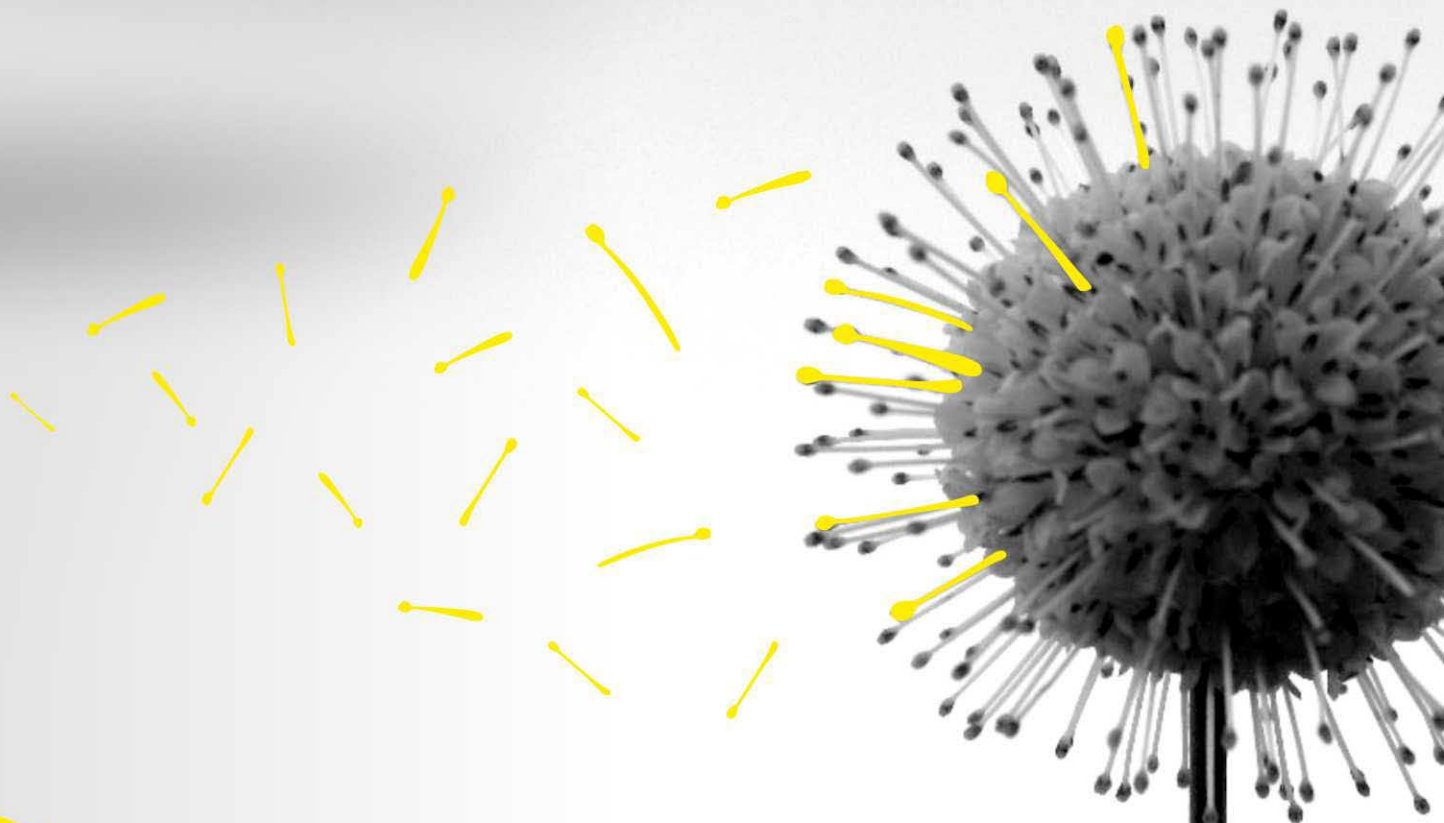


SPREADING SUCCESS

18th ANNUAL REPORT
2012 - 2013



MONTECARLO

Building a Bright Future



MONTE



ECARLO

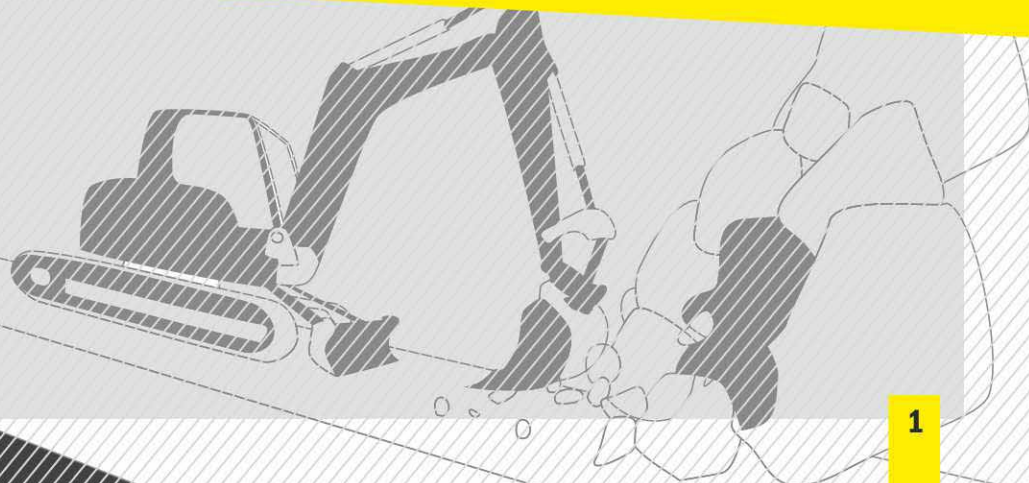


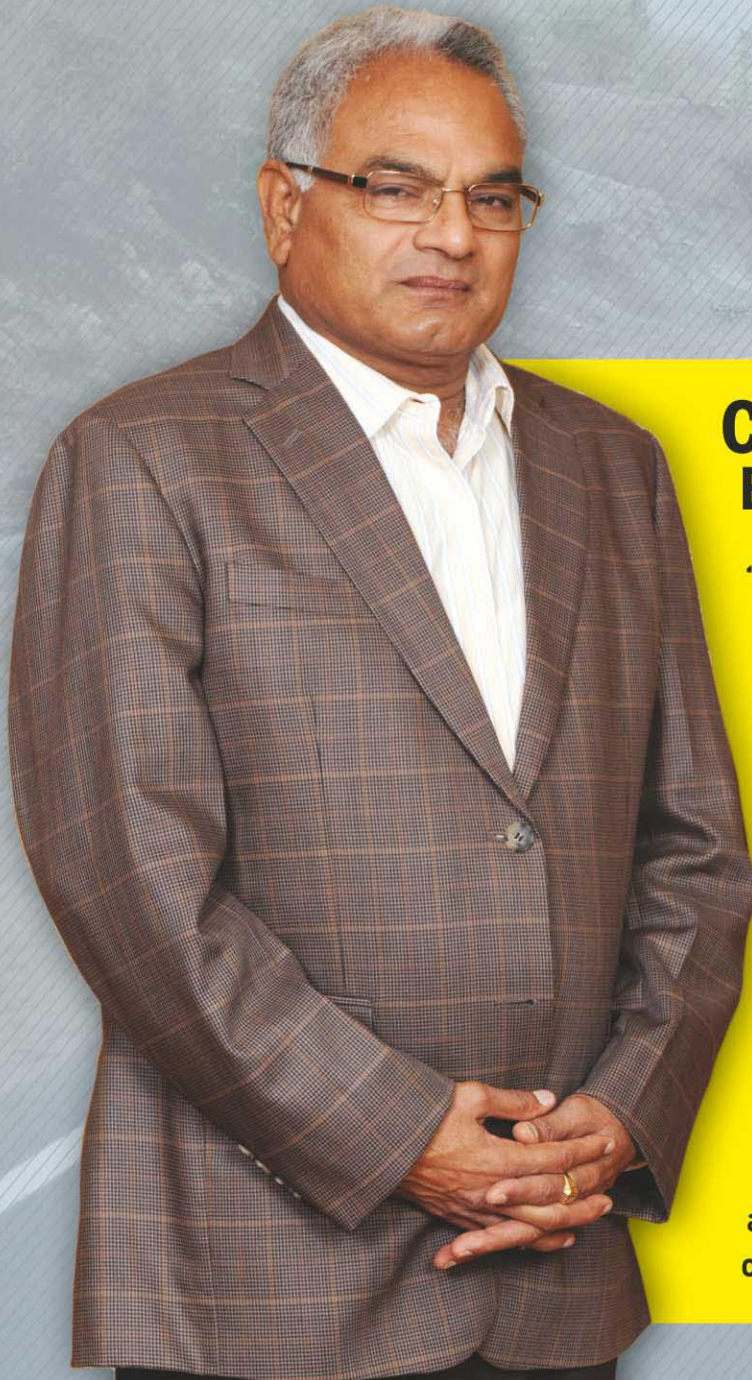
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Financial Statement**

Company Information

Chairman & Managing Director	Mr. Kanubhai M. Patel
Joint Managing Directors	Mr. Brijesh K. Patel Mr. Mrunal K. Patel
Executive Directors	Mr. Jigar S. Patel Mr. Naresh P. Suthar
Company Secretary	Mr. Gunjan Taunk
Auditors	Surana Maloo & Co. Chartered Accountants 2nd Floor, Akashganga Complex, Parimal Under Bridge, Nr. Suvidha Shopping Center , Paldi, Ahmedabad-380 007.
Bankers	Oriental Bank of Commerce Karur Vysya Bank Limited Indian Overseas Bank Bank of Baroda State Bank of India IDBI Bank Limited ICICI Bank Limited
Registered Office	706, Shilp Building, 7th Floor, Nr. Municipal Market, C.G. Road, Navrangpura, Ahmedabad-380 009.
Central Workshop	Manbeej Workshop, At & Post : Ognaj, Tal : Dascroi, Dist : Ahmedabad-380 060.





Chairman's Epistle

“This year becomes an extremely challenging for the global economy, be it economically, financially or politically. We addressed these unfavorable conditions from three tracks that reflect our Group’s strategic pillars: technological leadership, diversification and operational excellence. Our understanding, knowledge, execution capabilities and a proven track record in this field, allow us to utilize forthcoming opportunities to its fullest.”

Dear All,

Its being pleasure to present the 18th Annual Report of your Company.

The FY 2012-13 has been extremely challenging for the global economy. Uncertainty ruled on all continents, in all sectors and markets and in all domains, be it economically, financially or politically. The infrastructure industry saw this uncertainty translated into unpredictable demand patterns, increased credit restrictions and a highly competitive environment driven by general overcapacity in many areas.

An overall demand slowdown combined with general overcapacity and high inventory levels in the entire supply chain of many industries, fueled aggressive competition and persistent price pressure in the markets we serve. We addressed these unfavorable conditions from three tracks that reflect our Group's strategic pillars: technological leadership, diversification and operational excellence.

In pursuit of operational excellence we continued to provide our customers with high-quality infrastructure and strengthened execution capabilities. Moreover, we have streamlined the organizational set-up of the company to make business decisions better and operations in the most efficient way.

During this challenging year, your Company has achieved Revenue Growth of 19% with diversified order book position of more than ₹ 3,000 Crores. But this growth is associated with challenges and if we do not look forward to mitigating them, it can lead to impediments to this growth.

I place on record my appreciation to the employees of Montecarlo for their dedication, support and efforts made in the past year especially their cooperation in identifying opportunities; and their dedication to drive our commitment in difficult times. We are highly appreciative of our business partners who maintained their confidence in Montecarlo as a preferred strategic partner.

While the effects of the global crisis will most likely continue in FY 2013-14, opportunities may arise and we are ready and motivated to seize them by focusing on our core business. Our understanding, knowledge, execution capabilities and a proven track record in this field, allow us to utilize forthcoming opportunities to its fullest.

Montecarlo's Management Team and Employees are committed to realize our ambition to restore the margins with support of all our valued stakeholders.

With best wishes,

Sincerely,



Mr. Kanubhai M. Patel

Chairman & Managing Director

Financial Highlights 2013

Particulars	(₹ in Lacs)				
	2008-09	2009-10	2010-11	2011-12	2012-13
Revenue From Operation	23,714	20,107	34,982	53,092	63,351
Other Income	31	17	176	306	310
Total Revenue	23,745	20,124	35,158	53,398	63,661
Profit Before Interest, Depreciation And Tax (PBIDT)	2,028	1,685	4,013	6,414	7,062
Interest	313	36	409	235	1,148
Depreciation	622	642	935	1,037	1,041
Provision For Taxation And Extraordinary Item	129	367	547	1,474	1,526
Profit After Tax (PAT)	964	640	2,122	3,668	3,347
Cash Flow (PAT+Depreciation+Def. Tax)	1,586	1,349	3,109	4,685	4,362
Share Capital	256	256	256	256	256
Reserve & Surplus	3,746	4,299	6,354	9,937	13,283
Shareholder Fund	4,002	4,555	6,610	10,193	13,539
Earnings Per Share (in ₹)	47	23	83	143	130
Cash Earnings Per Share (in ₹)	62	53	121	183	170
Book Value Per Share (in ₹)	156	178	258	398	528

33%
BVPS

33%
NET
WORTH

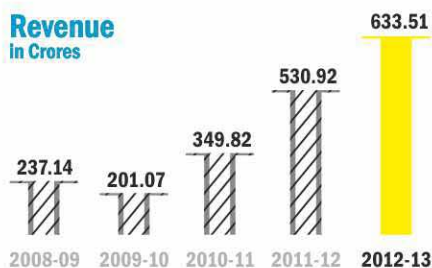
19%
REVENUE

10%
EBIDTA

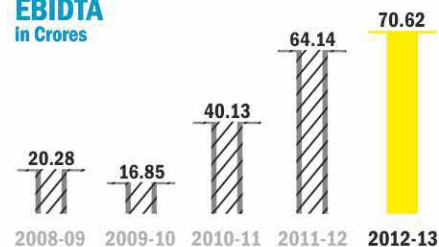
9%
EPS

9%
PAT

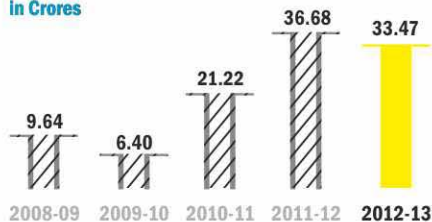
Revenue
in Crores



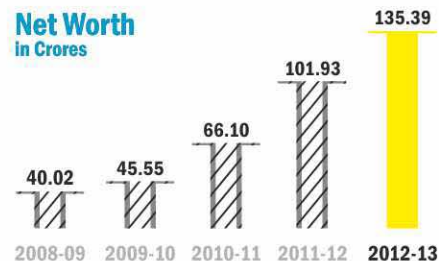
EBIDTA
in Crores



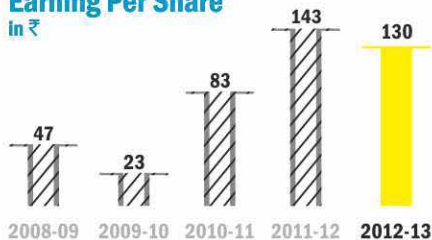
Profit After Tax
in Crores



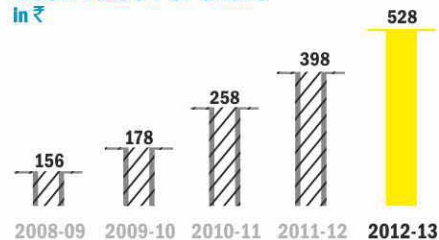
Net Worth
in Crores

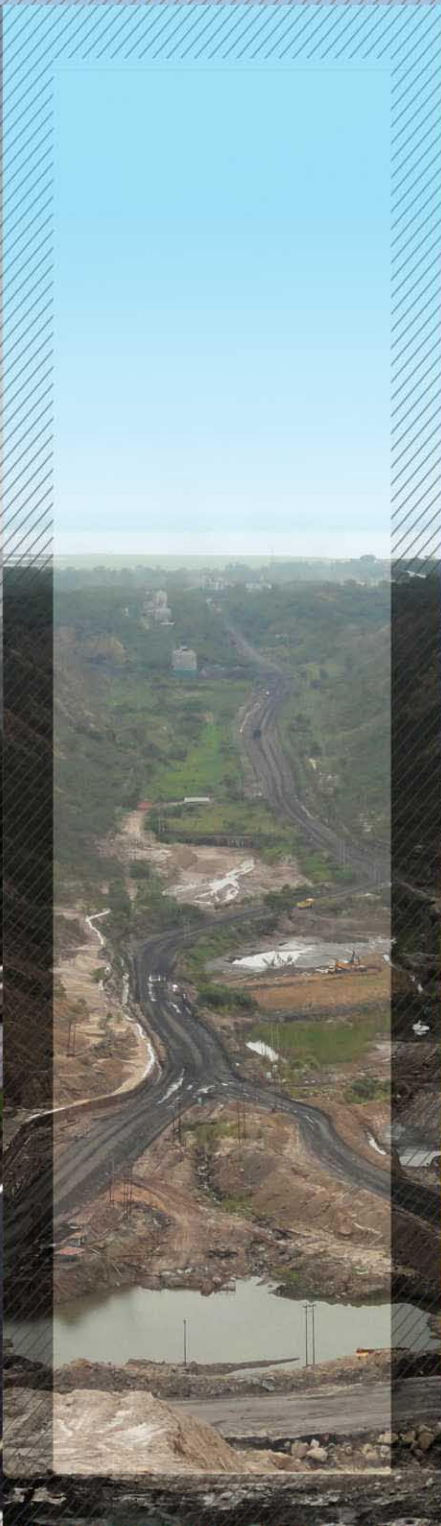
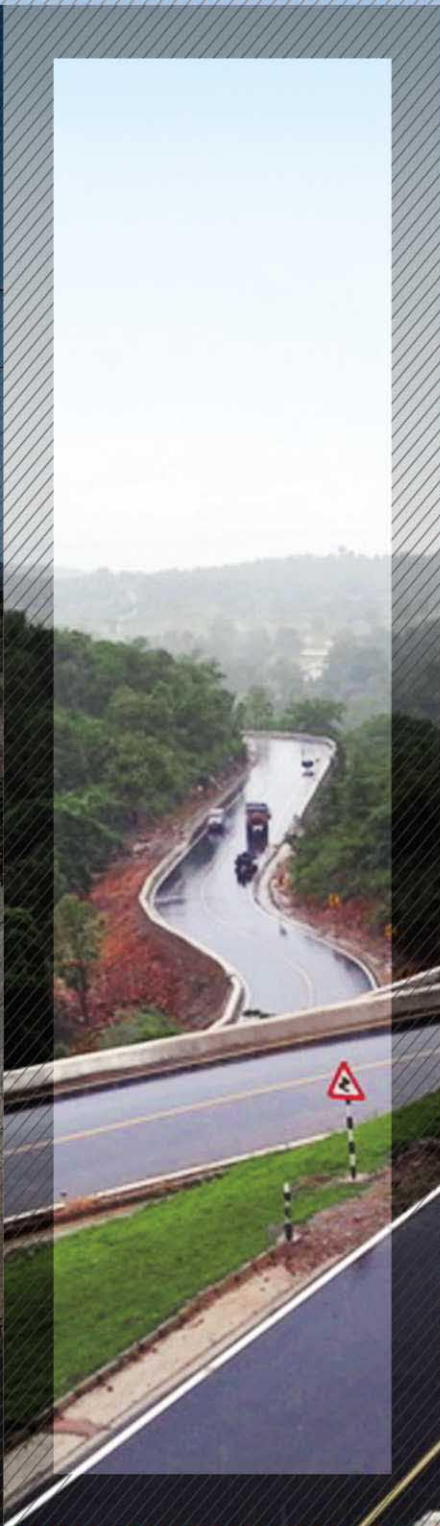


Earning Per Share
in ₹



Book Value Per Share
in ₹







**There are
no limits
to Growth
because there
are no
limits of
Human Intelligence,
Imagination,
and Wonder.**

The only way that we can live, is if we grow. The only way that we can grow is if we change. The only way that we can change is if we learn. The only way we can learn is if we are exposed. And the only way that we can become exposed is if we throw ourselves out into the open.

Risk it and go beyond the limits of the growth-ceiling.

One Machine can do the Work of Fifty Ordinary Men.

"People are more difficult to work with than machines. And when you break a person, he can't be fixed."

- Rick Riordan

In a properly automated and educated world, machines may prove to be the true humanizing influence. It may be that machines will do the work that makes life possible and that human beings will do all the other things that make life pleasant and worthwhile.





No Machine can do the Work of One Extraordinary Man.

"Progress is made by improvement of man; not by their improvement of machines"

Technology is an amazing thing which aids in betterment of human endeavors. But neither money nor machines can create. They shuttle tokens of energy, but they do not transform. A civilization based on them puts people out of touch with their creative powers.

DIRECTORS' REPORT

**To,
The Members,
Montecarlo Limited,
Ahmedabad**

Your directors have pleasure in presenting their **18th annual report** of the company, along with the audited accounts for the financial year ended on 31st March 2013.

FINANCIAL RESULTS

(₹ in Lacs)

PARTICULARS	2012-13	2011-12
Revenue from Operation	63,350.71	53,091.65
Other Income	310.15	305.93
Profit Before Interest, Depreciation & Tax (PBDIT)	7,062.16	6,413.76
Interest /Financial Charges	1,147.51	235.23
Depreciation	1,040.80	1,037.22
Tax Expenses:		
- Provision for Current Tax	1,551.72	1492.34
- Provision for Deferred Tax Liability	(26.26)	(19.65)
- Provision for Wealth Tax	1.48	1.02
Profit After Tax	3,346.91	3,667.60

DIVIDEND

Since your company is on the path of expansion and diversification, your directors have proposed to plough back the profits earned for the year to meet the growth requirements of the company. Considering the same no dividend is recommended by the board of directors of the company.

BUSINESS OVERVIEW

The total revenue from operations during the year under review is ₹ 63,350.71 lacs as against ₹ 53,091.65 for the previous year, recording a growth of 19.32%. The operating profit (PBDIT) for the current year is ₹ 7,062.16 lacs as against ₹ 6,413.76 lacs of previous year, thereby recording a growth of 10.11%. The net profit after tax of the company for the year under review is ₹ 3,346.91 lacs as against ₹ 3,667.60 lacs of previous year. The company is expecting better performance in years to come.

FUTURE OUTLOOK

During the year under review the Company has take one step ahead by diversified into Building & Housing Sector, moreover is already serving to the nation in infrastructure development sector by providing services in the segment of Roads & Highways, Irrigation & Water Supply, Mining, Power Transmission & Distribution and amongst other.

Ministry has announced 3,000 kms of road projects to be awarded in the first six months of FY14. However, if this is sought to be done on the engineering, procurement and construction (EPC) route, as opposed to the build-operate-transfer (BOT) model, this target could yet be achieved. The budget also reiterated the government's commitment to press ahead with some of the previously announced measures such as credit enhancement and the encouragement for setting up of infrastructure debt funds. Both of these have the potential to galvanize the bond markets to fund the massive infrastructure investments that India urgently needs.

The Current scenario of country shows challenges but we constantly seek to achieve higher levels as a strategy to enhance competitive benefit, boost margins, and acquire greater control over business segments and bid for large projects. We are optimistically capable to turn Challenges into Opportunities.

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO

As the company is engaged in the business of Construction of road, dam and canal & Transmission of Power and Mining activities, the information as required under section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, is not applicable and hence the same is not annexed herewith. During the year under review the company has neither earned nor expended any foreign exchange transactions.

PARTICULARS OF EMPLOYEES

The company has paid remuneration attracting the provisions of the Companies (Particulars of Employees) Rules, 1975 read with Section 217(2A) of the Companies Act, 1956.

Employee throughout the year and in receipt of remuneration aggregating to ₹ 60,00,000/- or more per annum.

Name of Employee	Mr. Kanubhai Mafatlal Patel	Mr. Brijesh Kanubhai Patel	Mr. Mrunal Kanubhai Patel
Designation	Chairman & Managing Director	Joint Managing Director	Joint Managing Director
Nature of Duties	Overall management of the company.	To act under supervision of board of directors.	To act under supervision of board of directors.
Remuneration received	₹ 2,76,00,000/- per annum	₹ 1,80,00,000/- per annum	₹ 1,80,00,000/- per annum
Qualification & Experience	B. Com, having vast experience of 38 years in Infrastructure Development Sector.	B.E. (Mechanical) having more than 12 years of experience in Infrastructure Development Sector	B.E. (Information Technology) having more than 7 years of experience in Infrastructure Development Sector.
Age	58 years	34 years	29 years
Date of Commencement of Employment	Since incorporation i.e. 20.03.1995	02.03.1998	23.01.2002
Equity Shares Held	3,92,570 Equity Shares of ₹ 10/- each	2,68,700 Equity Shares of ₹ 10/- each	2,65,010 Equity Shares of ₹ 10/- each

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956 with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- (i)** in preparation of the accounts for the financial year ended 31st March 2013, the applicable accounting standards have been followed and no material departures thereto;
- (ii)** 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 of the Company for the year under review;
- (iii)** the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv)** the directors have prepared the accounts for the financial year ended 31st March 2013 on a going concern basis.

DIRECTORATE

Shri Brijesh K. Patel and Shri Mrunal K. Patel, directors of the company are liable to retire by rotation and are eligible for reappointment, have been recommended for re-appointment at the ensuing annual general meeting of the company.

DEPOSITS

During the year under review the company has neither invited nor accepted deposits & hence provisions of section 58A of the Companies Act, 1956 are not applicable to the company.

AUDITORS

M/s. Surana Maloo & Co., Chartered Accountants, the Statutory Auditors of the company retire at the ensuing annual general meeting of the company and being eligible for reappointment have offered themselves for reappointment. The board of directors have recommended them for reappointment at the ensuing annual general meeting of the company.

ACKNOWLEDGMENTS

Your directors are pleased to place on record their deep sense of appreciation for the sincere services rendered by all the employees of the company at various levels and also for the co-operation extended by various stakeholders of the company.

Your directors also places on record the appreciation and gratitude to the bankers of the company led by Oriental Bank of Commerce, for their continued valuable support and co-operation.

For and on behalf of the Board of Directors

Date: May 22, 2013.

Place: Ahmedabad.

Kanubhai M. Patel

Chairman & Managing Director

INDEPENDENT AUDITORS' REPORT

To,
**The Members,
Montecarlo Limited**
Ahmedabad.

Report on the Financial Statements

We have audited the accompanying financial statements of Montecarlo Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

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

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of Section 227(4A) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by Section 227(3) of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in section 211(3C) of the Act;
 - e) On the basis of the written representations received from the directors as on March 31, 2013, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of Section 274(1)(g) of the Act.

Place: Ahmedabad

Date : May 22, 2013

For, **Surana Maloo & Co**

Chartered Accountants

Firm Registration No: 112171W

Per, Vidhan Surana

Partner

Membership No.: 041841

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our report of even date)

1. In respect of its fixed assets:
 - a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
 - b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets, No material discrepancies were noticed on such physical verification.
 - c) In our opinion the Company has not disposed off any substantial part of fixed assets during the year and the going concern status of the company is not affected.
2. In respect of its inventories:
 - a) As explained to us, the inventories have been physically verified by the management at regular intervals during the year.
 - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to size of the company and nature of its business.
 - c) The Company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventories as compared to the book records.
3. In respect of loans, secured or unsecured, granted or taken by the company to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act 1956:
 - a) As per the information and explanation given to us, and on the basis of records produced before us, the company has not given loan to any party. In respect of the said loan, the maximum amount outstanding at any time during the year was Rs. Nil (Closing Balance: Nil).
 - b) Not Applicable
 - c) Not Applicable
 - d) Not Applicable
 - e) The company has taken unsecured loan from one company covered u/s 301 of the Act. In respect of the said loan, the maximum balance outstanding at any time during the year was ₹ 383.69 lacs and the year-end balance was Nil.
 - f) In our opinion and according to the information and explanations given to us, the rate of interest, wherever applicable and other terms and conditions are not prima facie prejudicial to the interest of the Company.
 - g) In respect of loans taken by the company, the interest payments are regular and the principal amount is repayable on demand and therefore the question of overdue amount does not arise.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and nature of its business with respect to the purchases of inventory and fixed assets, for the sale of goods & services. During the course of our audit, we have not observed any continuing failure to correct major weakness in the internal control system.
5. In respect of the contracts or arrangements referred to in Section 301 of the Companies Act, 1956:
 - a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements that need to be entered in the register maintained under Section 301 of the Companies Act, 1956 have been so entered.
 - b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts / arrangements entered in the Register maintained under section 301 of the Companies Act, 1956 and exceeding the value of ₹ 5.00 Lacs in respect of each party during the year have been made at prices which appear reasonable as per information available with the Company.

6. According to the information and explanations given to us, the Company has not accepted any deposit from the public. Therefore, the provisions of Clause (vi) of paragraph 4 of the Order are not applicable to the Company.
7. In our opinion, the internal audit system of the Company is commensurate with its size and nature of its business.
8. We have broadly reviewed the cost records maintained by the company pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the central government under section 209 (1) (d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made detailed examinations of the cost records with a view to determine whether they are accurate or complete.
9. In respect of statutory dues:
- a) According to the records of the company, undisputed statutory dues including Employees Provident Fund, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Cess and other statutory dues have been generally deposited with the appropriate authorities in time. According to the information and explanations given to us, no undisputed payable in respect of the aforesaid dues were outstanding as at 31st March, 2013 for a period of more than six months from the date of becoming payable.
- b) According to the information & explanation given to us followings are the disputed statutory dues which have not been deposited on account of matters pending before the appropriate authorities are as under:

Name of Statute	Amount (₹ In Lac)	Period to which relates	Forum where dispute is pending
Income Tax Act, 1961	26.45 51.52	A.Y. 2004-05 A.Y. 2005-06	Income Tax Appellant Tribunal (Ahmedabad)
Income Tax Act, 1961	48.55 217.05	A.Y. 2009-10 A.Y. 2011-12	Commissioner of Income Tax (Appeals)
M.P. Entry Tax Act, 1976	40.48	F.Y.2007-08	Additional Commissioner of Appeals

10. The Company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.
11. Based on our audit procedures and according to the information and explanation given to us, we are of the opinion that the Company has not defaulted in the repayment of dues to banks, non banking financial company.
12. In our opinion and according to information and explanation given to us, no loans and advances have been granted by the company on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, the Company is not a chit fund / nidhi / mutual benefit fund / society. Therefore, the provisions of clause (xiii) of paragraph 4 of the Order are not applicable to the Company.
14. According to the information and explanations given to us, the company is not dealing or trading in shares, securities, debentures and other investment.
15. 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 during the year.

16. In our opinion and according to information and explanation given to us, on an overall basis, the term loans have been applied for the purposes for which they were obtained.
17. According to the information and explanations given to us and on examination of balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investment. No long-term funds raised have been used to finance short-term assets except for permanent working capital.
18. During the year company has not made preferential allotment of equity shares to the parties covered in the Register maintained under Section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures. Accordingly, clause 4 (xix) of the order is not applicable.
20. The Company has not raised any monies by way of public issues during the year.
21. In our opinion and according to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the year.

Place : Ahmedabad
Date : May 22, 2013

For Surana Maloo & Co.
Chartered Accountants
Firm Registration No: 112171W

Per, Vidhan Surana
Partner
Membership No.: 041841

Montecarlo Limited

Balance Sheet As at 31st March, 2013

(All amount are ₹ in Lacs)

Particulars		Note No.	As at 31st March, 2013	As at 31st March, 2012
I.	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	a) Share Capital	1	256.50	256.50
	b) Reserves and Surplus	2	13,283.49	9,936.58
2	Non-current liabilities			
	a) Long-Term Borrowings	3	603.74	165.41
	b) Deferred Tax Liabilities (Net)	4	266.67	292.93
	c) Other Long Term Liabilities	5	5,726.80	4,063.13
	d) Long-Term Provisions	6	81.71	77.56
3	Current liabilities			
	a) Short-Term Borrowings	7	18,149.58	14,689.15
	b) Trade Payables	8	9,110.30	9,196.99
	c) Other Current Liabilities	9	1,098.32	938.95
	d) Short-Term Provisions	10	1,816.09	385.72
	TOTAL		50,393.20	40,002.92
II.	ASSETS			
1	Non-current assets			
	a) Fixed assets	11		
	(i) Tangible Assets		7,289.46	7,747.82
	(ii) Intangible Assets		58.24	85.19
	(iii) Capital Work-in-Progress		737.33	116.87
	b) Non-Current Investments	12	630.20	630.20
	c) Long-Term Loans and Advances	13	4,331.35	2,749.84
2	Current assets			
	a) Inventories	14	9,166.30	4,442.41
	b) Trade Receivables	15	21,298.24	14,266.94
	c) Cash and Cash Equivalents	16	650.76	711.30
	d) Short-Term Loans and Advances	17	6,217.64	9,245.04
	e) Other Current Assets	18	13.68	7.32
	TOTAL		50,393.20	40,002.92
	Significant Accounting Policies	A to B		
	Notes forming part of Financial Statements	1 to 28		

For and on behalf of Board of Directors of
Montecarlo Limited

Kanubhai M. Patel

(Chairman & Managing Director)

Brijesh K. Patel

(Jt. Managing Director)

Mrunal K. Patel

(Jt. Managing Director)

Gunjan Taunk

(Company Secretary)

As per our report of even date,

For Surana Maloo & Co

Chartered Accountants

Firm Registration No.: 112171W

Per, Vidhan Surana

Partner

Membership No: 041841

Place : Ahmedabad

Date : May 22, 2013

Montecarlo Limited**Statement of Profit and Loss for the year ended 31st March, 2013**

(All amount are ₹ in Lacs)

	Particulars	Note No.	2012 - 13	2011 - 12
I	Revenue:			
	Revenue From Operations	20	63,350.71	53,091.65
	Other Income	21	310.15	305.93
	Total Revenue		63,660.86	53,397.58
II	Expenses:			
	Cost of Materials Consumed	22	4,834.63	9,848.53
	Purchases of Stock-in-Trade		9,370.53	8,397.48
	Changes in Inventories of Finished Goods Work-in-Progress and Stock-in-Trade	23	(5,699.35)	(1,735.85)
	Construction Expenses	24	41,891.24	25,744.63
	Employee Benefits Expense	25	2,166.84	1,924.42
	Finance Costs	26	1,147.51	235.23
	Depreciation and Amortization Expense		1,040.80	1,037.22
	Office & Administrative Expenses	27	4,024.45	2,656.54
	Impairment Losses		10.36	148.06
	Total Expenses		58,787.01	48,256.26
III	Profit Before Tax		4,873.85	5,141.32
IV	Tax expense:			
	a) Current Tax		1,551.72	1,492.34
	b) Deferred Tax		(26.26)	(19.65)
	c) Wealth Tax		1.48	1.02
V	Profit After Tax for the period		3,346.91	3,667.60
VI	Earnings Per Equity Share:			
	Basic & Diluted		130.48	142.99
	Significant Accounting Policies	A to B		
	Notes forming part of Financial Statements	1 to 28		

For and on behalf of Board of Directors of
Montecarlo Limited

Kanubhai M. Patel
(Chairman & Managing Director)

Brijesh K. Patel
(Jt. Managing Director)

Mrunal K. Patel
(Jt. Managing Director)

Gunjan Taunk
(Company Secretary)

As per our report of even date,
For Surana Maloo & Co
Chartered Accountants
Firm Registration No.: 112171W

Per, Vidhan Surana
Partner
Membership No: 041841

Place : Ahmedabad
Date : May 22, 2013

Montecarlo Limited

Cash Flow Statement for the Year 2012-13

(All amount are ₹ in Lacs)

Particulars		2012 - 13		2011 - 12	
A	CASH FLOW FROM OPERATING ACTIVITIES				
	Net Profit Before Tax		4,873.84		5,141.32
	Add back:				
	a) Depreciation	1,040.82		1,037.22	
	b) Loss on Sale of Fixed Asset	-		28.94	
	c) Assets Written Off	10.36		148.06	
	d) Interest Expenses	1,147.51		235.23	
	e) Gratuity Provision	(3.82)		34.61	
	f) Leave Encashment Provision	7.97		4.11	
	g) Bonus Provision	7.43		20.34	
	Deduct:				
	a) Interest Income	(82.98)		(76.12)	
	b) Profit on Sale of Fixed Asset	(11.07)		-	
	c) Dividend Income	-	2,116.22	(69.48)	1,362.91
	Operating Profit Before Working Capital Changes		6,990.06		6,504.23
	Adjustment for Working Capital Changes:				
	a) Increase in Inventories	(4,723.90)		(2,169.65)	
	b) Increase in Trade and Other Receivables	(7,504.16)		(16,521.10)	
	c) Increase/(Decrease) in Trade Payables	294.81	(11,933.25)	8,684.93	(10,005.82)
	Cash Generated from Operations		(4,943.18)		(3,501.59)
	Deduct:				
	Direct Taxes paid (Net)	(1,741.82)	(1,741.82)	(1,291.23)	(1,291.23)
	Net Cash from Operating Activities		(6,685.00)		(4,792.82)
B	CASH FLOW FROM INVESTING ACTIVITIES:				
	Outflow:				
	a) Purchase of Fixed Assets	(1,225.11)		(513.94)	
	Inflow:				
	a) Sale of Fixed Asset	49.86		68.53	
	b) Sale of Investment	-		1,000.00	
	c) Interest Received	76.62		77.93	
	d) Dividend Received	-	(1,098.63)	69.48	702.00
	Net Cash used in Investing Activities		(1,098.63)		702.00

Montecarlo Limited**Cash Flow Statement for the Year 2012-13**

[All amount are ₹ in Lacs]

Particulars		2012 - 13		2011 - 12	
C	CASH FLOW FROM FINANCING ACTIVITIES:				
	Inflow:				
	a) Proceed from Term Loan	1,238.33		-	
	b) Increase in Bank Borrowings - Working Capital	8,312.83		3,187.97	
	Outflow:				
	a) Reapment of Term Loan	(680.55)		(626.89)	
	b) Interest Paid	(1,147.51)	7,723.10	(235.23)	2,325.85
	Net Cash used in Financing Activities		7,723.10		2,325.85
	Net Increase/ (Decrease) in Cash and Cash Equivalents		(60.54)		(1,764.96)
	OPENING BALANCE- CASH AND CASH EQUIVALENT		711.30		2,476.26
	CLOSING BALANCE- CASH AND CASH EQUIVALENT		650.76		711.30

For and on behalf of Board of Directors of
Montecarlo Limited

Kanubhai M. Patel

(Chairman & Managing Director)

Brijesh K. Patel

(Jt. Managing Director)

Mrunal K. Patel

(Jt. Managing Director)

Gunjan Taunk

(Company Secretary)

As per our report of even date,

For Surana Maloo & Co

Chartered Accountants

Firm Registration No.: 112171W

Per, Vidhan Surana

Partner

Membership No: 041841

Place : Ahmedabad

Date : May 22, 2013

Montecarlo Limited

Significant Accounting Policies

Note A Corporate Information

Montecarlo Limited (the company) is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is engaged in business of Road & Irrigation Infrastructure Development, Mining, Power Infrastructure Development, Building and housing.

Note B Basis of Preparation of Financial Statements

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India. The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) 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 the historical cost convention, except otherwise specified.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained.

B.1 - Summary of significant accounting policies

a) Use of Estimates

The preparation of financial statements in conformity with Accounting Standards requires the management to make judgments, estimates and assumptions that affect the reported amounts, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

b) Tangible Fixed Assets

Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation. Cost includes purchase price and all other attributable cost of bringing the asset to working condition for intended use.

c) Depreciation: On Tangible Fixed Assets

(i) Depreciation is provided on the basis of "Straight Line Method" on all depreciable fixed assets at the rate prescribed in schedule XIV of the Companies Act, 1956 on pro rata basis.

(ii) Depreciation in respect of fixed assets of put to use in current year has been charged on pro-rata basis. Depreciation on assets sold, discarded or demolished during the year is being provided at their respective rates on pro rata up to the date on which such assets are sold, discarded or demolished.

d) Intangible Assets & its Amortization

Intangible assets acquired separately are measured on initial recognition at cost and amortized on a straight line basis over the estimated useful economic life.

e) Borrowing Costs

Borrowing costs that are attributable to the acquisition, construction or production of a qualifying asset are capitalized as a part of the cost of such assets. All other borrowing cost are charged to revenue.

f) Impairment of Tangible and Intangible Assets

Impairment Loss, if any is provided to the extent, the carrying amount of assets exceeds their recoverable amount. Recoverable amount is higher of an assets net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset or from its disposal at the end of its useful life.

g) Investments

Current Investments are carried at lower of cost or fair value. Long Term Investments are stated at cost. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary.

h) Revenue Recognition

1. Income from construction contracts which are item rate contracts are recognized and accounted for at the tendered rate on the basis of actual measurement of the work executed and billed in respect of each of the contracts.
2. Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer on delivery of the goods.
3. All other income and expenditure are recognized and accounted for on accrual basis.
4. Insurance claims and R.T.O. Tax are accounted for on cash basis.

i) Retirement Benefits:

1. Company provides for Retirement Benefits in the form of Gratuity. Such Benefits are provided for as at Balance Sheet date, based on the valuation made by independent actuaries. Company has taken Group Gratuity Policy of LIC of India and Premium paid is recognized as expenses when it is incurred. Actuarial gains or loss in respect of Gratuity are charged to Profit & Loss Account.
2. Provident fund is accrued on monthly basis in accordance with the terms of contract with the employees and is deposited with the Statutory Provident Fund. The Company's contribution is charged to profit and loss account.
3. Company also provides for Leave Encashment as at Balance Sheet date, based on the valuation made by independent actuaries.

j) Income Taxes

Tax expense comprises of current and deferred taxes. Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Provision for Current tax is made after taking into consideration benefits admissible under the provision of the Income Tax Act, 1961.

k) Segment Reporting

The company's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. The company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the company as a whole.

l) Provisions, Contingent Liabilities & Contingent Assets:

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 embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Contingent Liabilities are not provided for and are disclosed by way of notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

Montecarlo Limited

Notes forming integral part of financial statement for the year ended on 31st March, 2013

(All amount are ₹ in Lacs, unless otherwise stated)

Note 1: Share Capital

a) Authorized, Issued, Subscribed & Paid up Share Capital

Particulars	As at 31st March 2013		As at 31st March 2012	
	Numbers in Lacs	Amount in ₹	Numbers in Lacs	Amount in ₹
Authorised				
Equity Shares of ₹ 10 each	50.00	500.00	50.00	500.00
Issued, Subscribed & fully Paid up				
Equity Shares of ₹ 10 each fully paid-up	25.65	256.50	25.65	256.50
Total	25.65	256.50	25.65	256.50

b) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	Equity Shares			
	As at 31 March 2013		As at 31 March 2012	
	Numbers in Lacs	Amount in ₹	Numbers in Lacs	Amount in ₹
Shares outstanding at the beginning and at the end of the year	25.65	256.50	25.65	256.50

No Movement in the numbers of Shares Outstanding at the beginning and at the end of the reporting period.

c) Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of ₹10 per share. Each holder of equity shares is entitled for one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

d) Details of shareholders holding more than 5% Shares

Name of Shareholder	Equity Shares			
	As at 31 March 2013		As at 31 March 2012	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Montecarlo Engineering Pvt Ltd	4,80,000	18.71%	4,80,000	18.71%
Montecarlo Projects Pvt Ltd	4,80,000	18.71%	4,80,000	18.71%
Montecarlo Infrastructure Limited	4,25,000	16.57%	4,25,000	16.57%
Kanubhai Mafatlal Patel	3,92,570	15.31%	3,92,570	15.31%
Brijesh Kanubhai Patel	2,68,700	10.47%	2,68,700	10.47%
Dinaben Kanubhai Patel	2,53,510	9.88%	2,53,510	9.88%
Mrunal Kanubhai Patel	2,65,010	10.33%	2,65,010	10.33%

Note: In Case of Joint Shareholders, First Shareholders Name clubbed with his/her Individual shareholding.

Note 2: Reserves and Surplus

(All amount are ₹ in Lacs, unless otherwise stated)

Particulars	As at 31st March 2013	As at 31 March 2012
a) Securities Premium Account		
Opening Balance and Closing Balance	1,318.50	1,318.50
	1,318.50	1,318.50
b) General Reserve		
Opening Balance	5,000.00	3,000.00
Add:- Current Year Transfer	2,250.00	2,000.00
Closing Balance	7,250.00	5,000.00
c) MAT Credit Entitlement Reserve		
Opening Balance	-	84.67
Add:- Current Year Transfer	-	245.70
Less:- Utilized during the Year	-	330.37
Closing Balance	-	-
d) Surplus of Profit & Loss Account		
Opening Balance	3,618.08	1,950.48
Add:- Net Profit for the current year	3,346.91	3,667.60
Less:- Transfer to General Reserve	2,250.00	2,000.00
Closing Balance	4,714.99	3,618.08
Total	13,283.49	9,936.58

Note 3: Long Term Borrowings

Particulars	As at 31st March 2013	As at 31 March 2012
Secured Term Loan		
From Banks	603.74	163.41
From NBFC	-	2.00
Total	603.74	165.41

a) Terms of Repayment:-

The loan is repayable in 36 to 48 equal monthly installments. Average interest rate applicable on all the term loans is 10.12% p.a.

b) Security Offered against these loans:-

The loan is secured by hypothecation of respective machinery and vehicles. Above Long-Term Loan is also secured by personal guarantee of promoter Directors.

Note 4 : Deferred Tax Liabilities (Net)

(All amount are ₹ in Lacs, unless otherwise stated)

Particulars	As at 31st March 2013	As at 31 March 2012
Opening Balance of Deferred Tax Liability	292.94	312.59
Related to Fixed Assets	(32.82)	(38.82)
Related to Disallowances under the Income Tax Act,1961	6.55	19.16
Closing Balance of Deferred Tax Liability	266.67	292.93

Note 5: Other Long Term Liabilities

Particulars	As at 31st March 2013	As at 31 March 2012
a) Deposits from Vendors	1,712.23	821.25
b) Advance for work from Customers	4,014.57	3,241.88
Total	5,726.80	4,063.13

Note 6: Long Term Provisions

Particulars	As at 31st March 2013	As at 31 March 2012
Provision for employee benefits		
Gratuity	61.47	65.29
Leave Encashment	20.24	12.27
Total	81.71	77.56

Note 7: Short Term Borrowings

Particulars	As at 31st March 2013	As at 31 March 2012
Secured		
a) Loans repayable on demand		
Working Capital Loan From Banks*	13,939.95	5,627.12
	13,939.95	5,627.12
Unsecured		
a) Deposits from vendors	2,554.24	1,826.92
b) Other loans and advances		
Advance for work from Customers	1,655.39	7,235.11
	4,209.63	9,062.03
Total	18,149.58	14,689.15

*Working Capital loans are secured by hypothecation of present & future inventory and Book debts. All credit facilities, Fund based and Non fund based from the Consortium of Banks are secured by way of first mortgage/ charge on pari-passu basis on the various immovable properties belonging to the company, its Promoter Directors and their personal guarantees.

Note 8: Trade Payables

(All amount are ₹ in Lacs, unless otherwise stated)

Particulars	As at 31st March 2013	As at 31 March 2012
For Materials	5,095.06	5,375.94
For Expenses	4,015.24	3,821.05
Total	9,110.30	9,196.99

Note 9: Other Current Liabilities

Particulars	As at 31st March 2013	As at 31 March 2012
Other Payables		
Current Maturities of Long Term Debt	825.24	705.80
Duties & Taxes	234.21	201.04
Unpaid Expenses	38.87	32.11
Total	1,098.32	938.95

Note 10: Short Term Provisions

Particulars	As at 31st March 2013	As at 31 March 2012
a) Provision for Employee Benefits		
Salary & Reimbursements	177.43	152.80
Contribution to Provident Fund	8.02	7.88
Bonus Provisions	27.77	20.34
Professional Tax Payable	0.85	0.28
b) Others (Provisions)		
Income Tax Provision	1,600.54	203.40
Wealth Tax Provision	1.48	1.02
Total	1,816.09	385.72

Note 11: Fixed Assets

(All amount are ₹ in Lacs, unless otherwise stated)

Fixed Assets	Gross Block					Accumulated Depreciation				Net Block		
	Balance as on 01.04.12	Additions	Disposals	Revaluations/ (Impairments)	Balance as at 31.03.13	Balance as at 01.04.12	Depreciation charge for the year	On disposals	Balance as at 31.03.13	Balance as at 31.03.13	Balance as at 31.03.12	
a) Tangible Assets (Not Under Lease)												
Land	396.46	100.35	-	-	496.81	-	-	-	-	496.81	396.46	
Building	842.04	123.11	-	-	965.15	38.67	15.17	-	53.84	911.31	803.37	
Machinery	8,512.96	22.44	91.63	10.36	8,433.41	2,958.13	823.65	59.00	3,722.78	4,710.63	5,554.84	
Vehicles	1,322.67	223.84	96.95	-	1,449.56	510.92	142.32	90.80	562.44	887.12	811.75	
Office Equipment	48.79	-	-	-	48.79	13.09	2.56	-	15.65	33.14	35.70	
Computer	113.51	-	-	-	113.51	77.18	14.75	-	91.93	21.59	36.34	
Furniture & Fixtures	132.01	128.97	-	-	260.98	32.52	14.63	-	47.15	213.83	99.49	
Electric Installation	12.96	5.93	-	-	18.89	3.09	0.78	-	3.87	15.03	9.88	
Total (a)	11,381.41	604.64	188.58	10.36	11,787.11	3,633.59	1,013.86	149.80	4,497.65	7,289.46	7,747.82	
b) Intangible Assets												
Software: Licenses	134.72	-	-	-	134.72	49.54	26.94	-	76.48	58.24	85.19	
Total (b)	134.72	-	-	-	134.72	49.54	26.94	-	76.48	58.24	85.19	
c) Capital Work In Progress												
Assets not put to use	116.87	701.94	81.48	-	737.33	-	-	-	-	737.33	116.87	
Total (c)	116.87	701.94	81.48	-	737.33	-	-	-	-	737.33	116.87	
Grand Total (a+b+c)	11,633.01	1,306.58	270.06	10.36	12,659.17	3,683.13	1,040.80	149.80	4,574.14	8,085.03	7,949.87	
Previous Year	11,600.89	677.03	496.85	148.06	11,633.01	2,882.21	1,037.22	236.30	3,683.13	7,949.87	8,718.68	

Note 12 : Non Current Investment

Particulars	As at 31st March 2013	As at 31 March 2012
Business Investments		
a) Investment in Equity instruments	630.20	630.20
Total	630.20	630.20

Details of Business Investments

Sr. No.	Particulars	Subsidiary / Associate / JV/ Controlled Special Purpose Entity / Others	No. of Shares / Units (in lacs)		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Basis of Valuation
			2013	2012			2013	2012	2013	2012	
a)	Investment in Equity Instruments										
	(Equity Shares of ₹10 each of Bijapur-Hungund Tollway Pvt. Ltd)	Associate	63.02	63.02	Unquoted	Fully Paid	23%	23%	630.20	630.20	At cost
	Total								630.20	630.20	

Note 13: Long Term Loans and Advances

(All amount are ₹ in Lacs, unless otherwise stated)

Particulars	As at 31st March 2013	As at 31 March 2012
a) Security Deposits		
Unsecured, considered good	508.45	229.04
b) Loans and advances to related parties		
Unsecured, considered good	2,520.80	2,520.80
(Private Company in which director is also a director)		
c) Other Loans and Advances		
Advance paid to Vendor	1,302.10	-
Total	4,331.35	2,749.84

Note 14: Inventories

Particulars	As at 31st March 2013	As at 31 March 2012
a) Raw Materials and components	620.27	1,092.71
b) Work-in-progress	8,031.84	2,247.07
c) Stock-in-trade		
Other than internally manufactured	72.97	278.62
Goods-in transit	-	325.68
d) Stores and spares	376.95	414.73
e) Others (Consumable)	64.27	83.60
Total	9,166.30	4,442.41

Inventories are valued as per the following method:

Item	Method of valuation
Materials, Stores , Spares, Diesel Oil and Semi-finished Goods	At Weighted Average Cost
Stock in Trade and Stock in Transit	At Cost or Net Realizable Value whichever lower
Work in Progress	At Tendered Rate

Note 15: Trade Receivables

Particulars	As at 31st March 2013	As at 31 March 2012
Unsecured, considered good		
Outstanding for a period exceeding six months	128.52	250.79
Others	21,169.72	14,016.15
Total	21,298.24	14,266.94

Note 16: Cash and Cash Equivalents

(All amount are ₹ in Lacs, unless otherwise stated)

Particulars	As at 31st March 2013	As at 31 March 2012
a) Balances with banks in Current Accounts	52.93	571.85
b) Balances with banks in Deposit Accounts*	568.76	108.00
c) Cash on hand	29.07	31.45
Total	650.76	711.30

*Fixed Deposits with Banks include Deposits of ₹ 448.35 Lacs(P.Y. Nil) with maturity of more than 12 months.

Note 17: Short-Term Loans and Advances

Particulars	As at 31st March 2013	As at 31 March 2012
Other loans & advances		
Unsecured, considered good		
Advance Paid to Vendors	2,228.49	6,746.82
Security Deposits (Unsecured, considered good)	1,308.57	1,522.57
Advance Recoverable in cash / kind or value to be received	2,680.58	975.64
Total	6,217.64	9,245.03

Note 18: Other Current Assets

Particulars	As at 31st March 2013	As at 31 March 2012
Interest Accrued but not due on Bank Fixed Deposits	13.68	7.32
Total	13.68	7.32

Note 19: Contingent Liabilities

Particulars	As at 31st March 2013	As at 31 March 2012
a) Claim against the company not acknowledged as debt		
Income Tax Demand	343.47	2.22
Entry Tax Demand	40.48	1,034.52
VAT Demand	-	156.35
b) Guarantees		
Outstanding amount of Bank Guarantees	27,817.91	27,205.02
Total	28,201.86	28,398.11

Note 20: Revenue From Operation

Particulars	FY 2012 - 13	FY 2011 - 12
a) Contract Receipts	49,384.21	39,819.76
b) Sale of Electrical Items	13,966.50	13,271.89
Total	63,350.71	53,091.65

Note 21: Other Income

(All amount are ₹ in Lacs, unless otherwise stated)

Particulars	FY 2012 - 13	FY 2011 - 12
Interest Income	82.98	76.12
Dividend Income	-	69.48
Profit on Sale of Fixed Assets	11.07	-
Other non-operating income		
-Insurance Claim	192.11	144.84
-Machine Hire Charges	15.19	11.20
-Misc Income	8.80	4.30
Total	310.15	305.93

Note 22: Cost of Material Consumed

Particulars	FY 2012 - 13	FY 2011 - 12
Inventory at the beginning of the year	1,092.71	846.46
Add: Purchases	4,362.19	10,094.78
	5,454.90	10,941.24
Less: Inventory at the end of the year	620.27	1,092.71
Total	4,834.63	9,848.53

Note 23: Change in Inventories of Finished Goods, Work in Progress and Stock-in-trade

Particulars	FY 2012 - 13	FY 2011 - 12
a) Work in Progress		
Opening Work in Progress	1,659.76	249.59
Less: Closing Work in Progress	7,684.79	1,659.76
Total (a)	(6,025.03)	(1,410.17)
b) Semi Finished Goods		
Opening Semi Finished Stock	325.68	-
Less: Closing Semi Finished Stock	-	325.68
Total (b)	325.68	(325.68)
Total (a+b)	(5,699.35)	(1,735.85)

Note 24: Construction Expenses

Particulars	FY 2012 - 13	FY 2011 - 12
Labour Expense	40,160.33	23,304.15
Machinery Consumables & Maintenance Expense	1,372.89	1,939.63
Stores Expense	358.02	500.84
Total	41,891.24	25,744.63

Note 25: Employee Benefits Expenses

(All amount are ₹ in Lacs, unless otherwise stated)

Particulars	FY 2012 - 13	FY 2011 - 12
Salaries and Incentives	1,915.61	1,629.13
Contributions to Provident and other fund	54.54	46.47
Gratuity fund contributions	(0.42)	38.10
Staff welfare expenses	197.11	210.72
Total	2,166.84	1,924.42

Note 26: Finance Cost

Particulars	FY 2012-13	FY 2011-12
Interest expense	1,147.51	235.23
Total	1,147.51	235.23

Note 27 : Office & Administrative Expenses

Particulars	FY 2012-13	FY 2011-12
Auditors Remuneration	13.48	12.13
Business Promotion Expenses	21.09	-
Camp Expense	87.22	98.70
Director Remuneration	702.00	504.00
Donations	89.82	64.90
Electric Expenses	41.02	21.54
Legal & Professional charges	82.23	112.33
Loss on sale of Fixed assets	-	28.94
Miscellaneous Expenses	212.16	175.56
Rent Expenses	135.72	102.53
Security Expenses	134.66	77.02
Service Tax	1,573.01	850.56
Stationery, Postage & Telephone Expense	65.56	51.14
Bank Commission and Charges	403.96	295.21
Tax & Insurance Expense	278.72	120.31
Traveling Expenses	90.42	88.60
Vehicle Expenses	93.38	53.09
Total	4,024.45	2,656.54

Note 28: Additional Information:-

(All amount are ₹ in Lacs, unless otherwise stated)

a) Reporting under Micro, Small & Medium Enterprise Development Act, 2006 :-

The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid at the year end together with interest paid/payable under this Act has not been given.

b) Pledge of assets of the company:-

Company has pledged 32.14 lacs shares of Bijapur Hungund Tollway Pvt. Ltd (Previous Year 32.14 lacs) with the Borrower as collateral security for loan taken by Bijapur Hungund Tollway Pvt. Ltd.

c) Payments to Auditor:-

Particulars	FY 2012-13	FY 2011-12
a) Audit Fees	13.48	6.62
b) Fee for consultancy services	-	5.51
Total	13.48	12.13

d) Disclosure for Construction Contracts:-

In terms of the disclosure required to be made under the Accounting Standard-7 (Revised 2002) issued by the Institute of Chartered Accountant of India for "Construction Contracts" the amounts considered in the financial statements up to the reporting date are as follows:-

Particulars	FY 2012-13	FY 2011-12
1) Amount of Contract Revenue recognized as revenue during the year	49,384.21	39,819.76
2) Disclosure in respect of Contract in progress at the reporting date		
a) Aggregate Amount of Contract Cost incurred and recognized profits less losses up to the reporting date	1,50,255.29	1,00,871.08
b) Advances received	1,655.37	5,414.20
c) Retention Amount	3,448.61	1,845.23

e) Employee Benefit:-

The company has made provision of gratuity as per actuarial valuation and recognized the Expenses in the Profit and Loss Account of ₹ (3.04) Lacs (P.Y. ₹ 37.90 Lacs)

Expenses Recognized during the year:-

Particulars	FY 2012-13	FY 2011-12
Current Service Cost	25.29	17.55
Interest Cost	6.09	2.86
Expected Return on Plan Assets	(0.54)	(0.33)
Actuarial (Gain) / Losses	(31.19)	17.82
Net Cost	(3.04)	37.90

Balance Sheet Reconciliation of Liability :-

(All amount are ₹ in Lacs, unless otherwise stated)

Particulars	FY 2012-13	FY 2011-12
Opening Net Liability	65.29	30.68
Expenses of Current Year	(3.04)	37.90
Employer Contribution	(0.78)	(3.29)
Closing Net Liability	61.47	65.29

The Actuarial Assumptions:-

Particulars	FY 201 2-13	FY 2011-12
Discount Rate (Per Annum)	8.25%	8.50%
Rate of Return on Plan Assets	8.70%	8.50%
Rate of Escalation in Salary	8.00%	8.00%
Attrition Rate	2.00%	2.00%

f) Segment Reporting Disclosure:-

The Company operates under one geographical segment in India. The Company is engaged in business segment viz. (i) Road & Irrigation Infrastructure Development (ii) Mining and (iii) Power Infrastructure Development. In addition to that company has started Building and Housing Development business by launching a Building and Housing Project during the year. Following is the disclosure of separate segment reporting as required in terms of Accounting Standard AS-17 :-

Particulars	Road & Irrigation Infrastructure Development	Mining	Power Infrastructure Development	Total
Revenue including all Taxes				
External	33,786.57 (30,534.27)	14,086.94 (8,900.46)	15,477.22 (13,656.92)	63,350.72 (53,091.65)
Inter-segment	-	-	-	-
Total Revenue	33,786.57 (30,534.27)	14,086.94 (8,900.46)	15,477.22 (13,656.92)	63,350.72 (53,091.65)
Result				
Segment Result	4,100.45 (3,641.16)	611.76 (327.73)	3,879.04 (2,912.78)	8,591.25 (6,881.67)
Less:-Inter segment margin	-	-	-	-
	-	-	-	8,591.25 (6,881.67)
Unallocated Corporate Income/(Expenditure)	-	-	-	2,652.89 (1,581.25)
Operating Profit (PBIT)	-	-	-	5,938.36 (5,300.42)
Interest Expenditure	-	-	-	1,147.51 (235.23)
Interest Income	-	-	-	82.98 (76.12)

(All amount are ₹ in Lacs, unless otherwise stated)

Particulars	Road & Irrigation Infrastructure Development	Mining	Power Infrastructure Development	Total
Profit Before Extra ordinary Items	-	-	-	4,873.83 (5,141.31)
Less:- Extraordinary Items	-	-	-	(154.61)
Profit Before Tax (PBT)	-	-	-	4,873.83 (4,986.70)
Provision for Current Tax	-	-	-	1,551.72 (1,337.73)
Provision for Wealth Tax	-	-	-	1.48 (1.02)
Provision for Deferred Tax	-	-	-	26.27 (19.65)
Profit After Tax (PAT)	-	-	-	3,346.90 (3,667.60)
Other Information				
Segment Assets	19,662.98 (30,095.11)	4,052.87 (1,557.94)	18,140.28 (14,075.21)	41,856.13 (45,728.26)
Unallocable Corporate Assets	-	-	-	8,537.06 (5,725.35)
Total Assets	-	-	-	50,393.19 (40,002.91)
Segment Liabilities	8,219.56 (10,959.04)	2,364.73 (1,329.55)	8,668.90 (10,304.04)	19,253.19 (22,592.63)
Unallocable Corporate Liabilities	-	-	-	31,140.00 (17,410.28)
Total Liabilities	-	-	-	50,393.19 (40,002.91)
Capital Expenditure	210.48 (3.71)	526.86 (16.35)	-	737.34 (20.06)
Depreciation (Including obsolescence and amortization) included in segment expenses	1,000.37 (984.69)	19.31	21.15 (11.41)	1,040.82 (996.10)
Non-Cash expenses included in segment expenses	-	-	-	-
Non-Cash expenses included in Unallocable Expenses	-	-	-	10.36 (176.99)

*Amount in Bracket pertains to previous year.

(All amount are ₹ in Lacs, unless otherwise stated)

g) Related Parties Disclosure:-

As per Accounting Standard (AS)18 "Related Party Disclosure" issued by the Institute of Chartered Accountants of India, the list of Related Parties as defined in the Accounting Standards are given below:

List of Related parties and relationships:

Key Managerial Personnel:

- Kanubhai Mafatlal Patel : Chairman & Managing Director
- Brijesh Kanubhai Patel : Joint Managing Director
- Mrunal Kanubhai Patel : Joint Managing Director
- Jigar Shaileshbhai Patel : Executive Director
- Naresh Pranshankar Suthar : Executive Director

Enterprises over which Key Managerial Personnel are able to exercise significant influence:

- Montecarlo Infrastructure Ltd.
- Montecarlo Projects Pvt. Ltd.
- Montecarlo Engineering Pvt. Ltd.
- Spark Power Projects Pvt. Ltd. (Strike off w.e.f. 12.11.12)
- Montecarlo Charitable Trust
- Jenil Corporation

Associates:

- Bijapur Hungund Tollway Pvt. Ltd.

Relatives of Key Managerial Person

- Kanubhai M. Patel (H.U.F.)
- Dinaben Kanubhai Patel
- Alpaben Brijesh Patel
- Jankiben Mrunal Patel

Transactions with related parties:

Sr.	Nature of Transactions	Associates	Key Managerial Personnel	Enterprise over which Key Managerial Personnel have significant influence	Relative of Key Managerial Persons	Total
1	Salary	-	702.00 (504.00)	-	16.47 (11.75)	718.47 (515.75)
2	Interest Given	-	-	20.67 (10.93)	-	20.67 (10.93)
3	Rent	-	24.00 (10.00)	-	5.54 (5.04)	29.54 (15.04)
4	Donation	-	-	18.99 (2.46)	-	18.99 (2.46)
5	Hiring Charges	-	-	31.04 (36.85)	-	31.04 (36.85)

*Amount in Bracket pertains to previous year.

h) Earning Per Share:-

(All amount are ₹ in Lacs, unless otherwise stated)

Earning per share is calculated on the basis of Accounting Standard (AS)-20 "Earning Per Share" issued by the Institute of Chartered Accountants of India.

Weighted average number of shares used as denominator for calculating basic EPS as on balance sheet date. The amount used as numerator for calculating basic EPS is profit after taxation. Earning per Share for the Year is as under:

Particulars	FY 2012-13	FY 2011-12
Profit attributable to Equity Share Holders	3,346.90	3,667.61
Weighted average number of Equity Share for Basic EPS:	25.65	25.65
Basic & Diluted Earnings per share (in ₹)	130.48	142.99
Face Value of Equity Shares (in ₹)	10	10

- i) Balances of Sundry Creditors, Debtors, Receivables / Payables from / to various parties / authorities, Loans & advances are subject to confirmation from the respective parties, and necessary adjustments if any, will be made on its reconciliation.
- j) In the Opinion of the Board of Directors the aggregate value of current assets, loans and advances on realization in ordinary course of business will not be less than the amount at which these are stated in the Balance Sheet.
- k) Previous year's figures have been re-arranged and re-grouped, wherever necessary to make them comparable with those of current year.

For and on behalf of Board of Directors of Montecarlo Limited

Kanubhai M. Patel

(Chairman & Managing Director)

Brijesh K. Patel

(Jt. Managing Director)

Mrunal K. Patel

(Jt. Managing Director)

Gunjan Taunk

(Company Secretary)

As per our report of even date,

For Surana Maloo & Co

Chartered Accountants

Firm Registration No.: 112171W

Per, Vidhan Surana

Partner

Membership No: 041841

Place : Ahmedabad

Date : May 22, 2013



MONTECARLO
Building a Bright Future



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