

SUPPLEMENTARY AGENDA

**FOR
38TH MEETING
OF
BOARD OF DIRECTORS
OF
HARYANA STATE ROADS & BRIDGES
DEVELOPMENT CORPORATION LIMITED**

**Day : Monday
Date : 22/03/2010
Time : 11.30 A.M.**

**IN THE OFFICE OF FCPW, HARYANA
ROOM NO. 202, MINI SECRETARIAT
SECTOR 17, CHANDIGARH**

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V.P. 1/12

AGENDA ITEM 38.22.01

TO TAKE NOTE OF THE APPOINTMENT OF NEW STATUTORY AUDITORS FOR THE FINANCIAL YEAR 2007-08 AND CONSIDER & APPROVE THEIR APPOINTMENT AS TAX AUDITORS.

It is brought to the notice of the Board that M/s Bansal Moza & Associates, Chartered Accountants were appointed as statutory auditors for the Company for the year 2007-08 vide letter no. 03/CA V/41-94 dated 19th January 2010. The Balance Sheet and Profit & Loss account for the year 2007-08 duly approved by the Board of Directors was sent to the Statutory Auditor M/s Bansal Moza and Associates vide this office letter No. 704 HSRDC dated 29.1.09 for conducting statutory audit. The statutory auditor failed to carry out the accounts of HSRDC. They started the audit after a period of about 4 months i.e. in the month of April & May, 2009 and left the job pending by not handing over the letter dated 29.5.09. Mrs. Aarti Bansal, partner of M/s Bansal Moza & Associates was contacted many times on telephone to take up the audit work of HSRDC. She made the excuse that as she has purchased a big house at Panchkula and can not start the work for a period of 2 months as she is busy in the renovation of the house. She was again contacted and then she made the excuse that she is again busy in the audit of some other Boards Corporations and could not conduct the audit of HSRDC during next 15 days. When again contacted, she again made the same excuse that the audit of other Boards Corporation is continuing. After that she attended the office of HSRDC on 9.4.09 at 4.05 PM and 29.04.12009 at 3.35 PM (date and time of every visitor is recorded in the register of HSRDC at reception). Then in the month of April, 2009 they started the audit, but left incomplete on 29.05.2009. She was again contacted many times but every time she made one or the other excuse. Then she was informed on telephone that either she should carry out the audit of the corporation or she should refuse to carry out the audit so that CAG can be requested to appoint some other statutory audit for the corporation. In order to clarify her position, she leveled allegation against the ex-Managing Director of his rude behavior to the A.G. As the statutory auditor had delayed the audit of the accounts of HSRDC badly even after persuasion, so the matter was brought to the notice of A.G.

The real cause of the problem was that Mrs. Vani Bansal was interested in taking the internal audit of HSRDC and she handed over 3 quotations to AID (HSRDC) of the followings:

- | | |
|---|---|
| i) M/s Vijay S. Mathur & Co.
#629, Sec. 6, Chandigarh | Rs. 25000/- per quarter – service
tax @ 12.36% |
| ii) M/s H.Gupta & Associates,
624-A, Sector 35, Chandigarh | Rs. 23000/- per quarter – service
tax @ 12.36% |
| iii) M/s Vishav Jyoti Mahajan & Co.
Chowk Bharat Nagar, Ferozpur Road,
Ludhiana | Rs. 5000/- per quarter – service
tax @ 12.36% |

It came to the notice from reliable sources that M/s Vishav Jyoti Mahajan & Co. was a company of her relative. The matter was placed before the Board of Directors of HSRDC and the Board did not approve the appointment. As they were not appointed as internal auditor, so she was annoyed with HSRDC.

It is also brought to the notice of Board that the statutory auditors were demanding Rs. 80,000/- per year as audit fee against their normal fee of Rs. 50,000/- per year. The matter was placed before the Board in its meeting held on 02.08.2009 for increase in the remuneration and the Board approved the fees to the tune of Rs. 50,000/- per year – taxes as applicable. The statutory auditors, of course agreed, but were not happy with this. This is the 2nd reason of their annoyance.

Since, the accounts of HSRDC were not audited within one month from the date of approval of accounts by the Board of the Corporation by statutory auditors, so the accounts were taken to the Board in its meeting dated 28.07.2009 in which the Board took a serious view of this and also approved the accounts of the Corporation which were again sent to the Statutory Auditor vide this office letter No. 4539 HSRDC dated 17.08.2009 to take up the audit of the balance sheet.

Even after that, the statutory auditor failed to carry out the audit of the accounts of HSRDC. A.G. Haryana conducted a meeting of statutory auditors and representatives of the Boards Corporations whose accounts were in arrears on 15.08.2009 in his office, in which the statutory auditors promised to carry out the audit of HSRDC within 10 days. Despite assurance to the A.G., they again failed to even start the audit of the Corporation. A request was also made vide this office No. 4862 HSRDC dated 27.08.2009 to statutory auditor. The matter was again brought to the notice of the A.G. vide letter No. 4863 HSRDC dated 27.08.2009. A.G. Haryana vide letter No. C-1/HR&BD/2009-10/52-53 dated 11.09.2009 conveyed that as per assurance given by M/s Gupta & Associates they will start the

audit of HSRDC on 14.9.09 and complete it latest by 25.9.09. The statutory auditors again failed to start the audit of HSRDC.

It was therefore, requested to the CAG that the statutory auditor of the Corporation may be changed and suitable action as per rule 140(1) is initiated against M/s Bansal Moza and Associates.

The Comptroller & Auditor General of India vide letter No. CA. V COY HARYANA, HSRBDC(1) 1353, dated 17.02.2010 has appointed M/s Jain & Associates, Chartered Accountants as Statutory Auditor of the Corporation for the Financial Years 2007-2010, for conducting the Supplementary audit under section 619(3) & (4) of the Company Act 1956 at the Remuneration for the above said audit @ Rs. 30,000 + Taxes as applicable. The Corporation has received a letter dated 19.03.2010 (copy placed below at Annexure I) from M/s Jain & Associates, Statutory Auditor for an increase in the remuneration from Rs. 30,000/- to Rs. 75,000/- on the grounds of increase in the volume of business of the Corporation as compared to the previous year 2006-07.

Further, the Corporation has also received a letter S/203 CAV 41/94 dated 19.01.2010 from Comptroller & Auditor General of India, New Delhi (copy placed below at Annexure II) desiring the Government Companies Corporation to fix the audit remuneration on the basis of work involved, effort (time) required to carry out the audit, category of professionals deployed for the job.

The Board is requested to take note of the appointment of new Statutory Auditors and consider and approve the increase in the audit fee for the financial year 2007-08.

Further, it is brought to the notice of the Board that the Board in its 34th meeting held on 12.2.2009 had appointed M/s Bansal Moza and Associates as Tax Auditors for the financial year 2007-08 at a fee of Rs. 10,000 - plus service tax as applicable. It is proposed that M/s Jain & Associates, Chartered Accountants may be appointed as Tax Auditors for the financial year 2007-08 at a fee of Rs. 10,000 - plus service tax as applicable in place of M/s Bansal Moza and Associates.

Jain & Associates
Chartered Accountants

S.C.O. 819-20, Sector 22A
Chandigarh,
Ph. 4652837, 2705761
E-mail: jainassos@rediffmail.com

JA SCP 2010

19th March, 2010

The Managing Director,
Haryana State Roads and Bridges Development Corp.,
Bay No. 13/14, Sector 2,
PANCHKULA (HARYANA)

Dear Sir,

Subject: Statutory Audit for the year ending 31.03.2008.

This is to inform you that we have successfully completed the audit of your corporation for the year ending 31.03.2008.

We are requesting with this letter an amount of 1000000/- audit fees for the year ending 31.03.2008 which is presently Rs. 2,00,00,000/- on the following grounds:

1. There has been increase in the income of your corporation from Rs. 4648.81 Lacs to Rs. 5806.57 Lacs, as compared to the corresponding year.
2. Increase in Current Assets, from Rs. 17047.39 Lacs to Rs. 36834.11 Lacs which includes need for the work in progress undertaken during the year ending 31.03.2008 in respect of 100% FPP work and Tangri Bridge work for which separate site wise books are maintained.
3. The current liabilities of the corporation have increased from Rs. 32998.99 Lacs to Rs. 56493.95 Lacs.
4. The miscellaneous expenditure of the corporation has been increased from Rs. 6671.54 Lacs to 10273.82 Lacs.
5. Checking of the compliance with the accounting standards issued by The Institute of Chartered Accountants of India.

Due to overall increase in the volume of business of your corporation as compared to the year 2006-07, the number in volume of transactions have increased which resulted in increased man hours of our audit staff who continuously worked for almost 10 hours a day at your office.

We have commenced the audit of your company from 27th March, 2010 with the following staff:

S.No	Sl
1. Senior Partner	01
2. Qualified chartered accountants	02
3. Audit assistants	02

The above team continuously did the audit in co-operation including Saturdays spending almost 10 hours per day.


Considering the number of qualified and experienced staff and one Senior Partner involved in the audit of your company, we hereby request that the audit fees for the year ended may kindly be increased from Rs. 50,00,000 to Rs. 75,00,000.

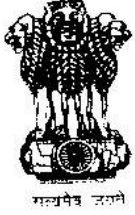
We hope you will consider our request favourably.

Thanking you,

Yours faithfully,

For JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS


(S.C. PATHAK)
PARTNER



सत्यमेव जयते

1/19/10

No

Annex-II

03/CA V/41-04

भारत के नियंत्रक एवं महालेखापरीक्षक का कार्यालय
9, दीन दयाल उपाध्याय मार्ग, नई दिल्ली-110 021

OFFICE OF THE
COMPTROLLER & AUDITOR GENERAL OF INDIA
9, Deendayal Upadhyay Marg, New Delhi - 110 021

19 January 2010

दिनांक / DATE _____

To

The Managing Director,
Haryana State Roads & Bridges Devp Corpn Ltd
Sco 23, Sector 7-C, Madhya Marg
Chandigarh

Subject Remuneration of statutory auditors of Government Companies

Sir/ Madam,

We have been receiving several representations from statutory auditors appointed by this office and the Institute of Chartered Accountants of India regarding low audit fees being paid by some Government Companies/ Corporations. In view of the responsibility endowed on the statutory auditor, it is pertinent that every company fixes the audit remuneration on the basis of the volume of work involved, effort (time) required to carry out the audit and express opinion on the financial statements and the levels of professionals performing the functions rather than on the company's capacity to pay to the auditors. The Institute of Chartered Accountants of India has recommended a scale of fee that it feels should be chargeable for the work done by the members of the Institute (copy enclosed). Therefore, negative net worth/ loss of the company alone may not be a ground for fixing low audit fee.

As low audit fee deters a firm of Chartered Accountants in the deployment of senior and competent professionals in the audit of a particular company and also causes administrative & other technical problems due to refusal of the audit by the Chartered Accountants due to low audit fee it is desirable that statutory auditors who carry out the audit and express opinion on the annual financial statements of any PSU are compensated suitably.

In view of above, you may like to review/ revise the audit fee appropriately, considering the volume of work, category of professionals deployed for the job, efforts/ man hours required to carry out the audit, rise in the cost of audit due to inflation and growth in the company's activities as contemplated in section 224(8)(aa) of the Companies Act,

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दूरभाष / Phone : 23509600

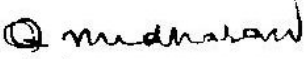
फैक्स / Fax : 91-11-23234014

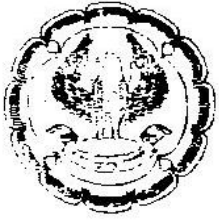
1956 read with the guidelines issued by the Department of Company Affairs vide No 7/76 dated 8th April 1976 and 8/6/83/IGC dated 7th June 1984 and also additional responsibility laid on the auditor of a PSU like submission of Report under section 619(3) of the Companies Act, 1956.

As the process of appointment of auditors for the year 2010-11 will start soon and auditors are selected mainly on the basis of audit fee you are requested to kindly furnish the amount of statutory audit fee (excluding fees for other services like tax audit, review of half yearly/quarterly financial statements and out of pocket expenses etc.) expeditiously.

Yours faithfully.

Encl: As above


(K. P. Sasidharan)
Director General (Commercial)



The Institute of Chartered Accountants of India

[Set up under an Act of Parliament]

INC/011/07/AN

PO-Box No. 7100, Indraprastha Marg, New Delhi - 110 002
Phone: Direct +91 11-3011 0444, Board +91 11-3980 2980 Fax: 4411
Fax: +91 11-3011 0583; Email: pdc@icai.org; Website: www.icai.org

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PD/C&AG/2007

May 7, 2007

Shri Ranjit Majumder
Sr. Administrative Officer/CA V
Office of the Comptroller & Auditor
General Of India,
10, Bahadur Shah Zafar Marg,
New Delhi - 110 002.

Dear Sir,

We are enclosing herewith 'Recommended sale of fee chargeable for the work done by the members of the Institute' as decided by the Council of the Institute in its meeting held in January 2006, for your kind perusal and information.

Thanking you,

Yours faithfully,

J. B. Jau

(J. Ernest Samuel)
Secretary, Professional Development Committee

Encl: As above.

वाणिज्य विभाग -
कार्य संख्या 58
दिनांक 8/5/07

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Revision of recommended scale of fee chargeable for the work done by the members of the Institute.

The Council of the Institute of Chartered Accountants of India recommends from time to time scale of fees chargeable for the work done by the member of the Institute. Such scale of fees were last revised effective from April 1, 2000. Keeping in view the overall increase in the cost of living since then, the Council at its meeting held in January 2006, has revised the existing recommended fees as under (effective from 12th May 2006):

	Existing		Revised with effect from (12 th May 2006)	
	Between (Rs.)	And (Rs.)	Between (Rs.)	And (Rs.)
1. For giving expert evidence in courts of law in the Union of India according to professional standing of the witness.	5,000	10,000	7,500	15,000
	[For each day or part thereof, spent in attendance and/or travelling]		[For each day or part thereof, spent in attendance and/or travelling]	
2. Other work:				
(a) Statutory Audit, Tax Audit, Internal Audit, Accountancy and Secretarial Work:				
Principal	600	1,200	900	1,800
Qualified Assistants	300	600	450	900
Semi Qualified/Other Assistants	100	200	150	300
	[Per Hour]	[Per Hour]	[Per Hour]	[Per Hour]
(b) Taxation Work:				
Principal	1,000	2,000	1,500	3,000
Qualified Assistants	500	1,000	750	1,500
Semi-Qualified/Other Assistants	200	400	300	600
	[Per Hour]	[Per Hour]	[Per Hour]	[Per Hour]
(c) Investigation, Management Services or Special Assignments:				
Principal	1,500	3,000	2,250	4,500
Qualified Assistants	750	1,500	1,125	2,250
Semi-Qualified/Other Assistants	250	500	375	750
	[Per Hour]	[Per Hour]	[Per Hour]	[Per Hour]

Note:

- Office time spent in traveling would be chargeable. In case of outstation work, traveling and out-of-pocket expenses would also be chargeable.
- The Council issues for general information the above revised recommended scale of fees which it considers reasonable under present conditions. It will be appreciated that the actual fees charged in individual cases will be a matter of agreement between member and the client.

AGENDA ITEM 38.22.02

TO CONSIDER & APPROVE THE RE-APPOINTMENT OF M/S MEHNDROO & CO. CHARTERED ACCOUNTANTS AS ACCOUNTS CONSULTANT

It is brought to the notice of the Board that M/s Mehndroo & Co. Chartered Accountants were engaged as accounts Consultant on part time basis (regularly) at remuneration of Rs. 25,000 - per month – taxes as applicable for providing complete consultancy / guidance supervision for maintenance of accounts alongwith consultancy on other accounts matter for the period 01/04/2009 to 31/03/2010, as approved in the BOD meeting held on 14/05/2009 vide item No. 35.06.

It is also brought to notice of the Board that the Statutory Auditors have started the Audit for the financial year 2007-08 wherein M/s Mehndroo & Co are actively associated in resolving the queries raised by the Statutory Auditors. The Corporation is in the process of finalizing the Balance Sheet for the financial year 2008-09 & 2009-10 and expected to complete the same with in six months. At this stage, the services of M/s Mehndroo & Co. would be needed very badly, which is instrumental in finalizing the Balance Sheet for the Financial Year 2008-09 & 2009-10 and their guidance would also be required in the day-to-day affairs in the accounting tax matters.

Keeping in view of the above, it is proposed that the appointment of M/s Mehndroo & Co. Chartered Accountants, may be renewed for another period of One year from 01/04/2010 to 31/03/2011 at the remuneration of Rs. 25,000 - + Taxes as applicable and on the existing terms and conditions.

The Board is requested to consider and approve the same.

AGENDA ITEM NO. 38.22.03

TO CONSIDER AND APPROVE THE ANNUAL ACCOUNTS FOR THE FINANCIAL YEAR 2007-2008.

The draft Annual Accounts comprising Balance Sheet as on 31st March, 2008 and Profit & Loss Account of the Corporation for the period from 1.4.2007 to 31.3.2008 were placed before the Board in its meeting held on 12.2.2009 which were approved by the Board and the Board authorized Sh. Mahesh Kumar, Director and Sh. B. S. Singla, Managing Director of the Corporation to sign the Balance Sheet, Profit & Loss account and other schedules and further authorized them to approve changes as may be made in the accounts for the aforesaid period subsequently on the receipt of the comments of the Statutory Auditors and sign the same.

The Statutory Auditors have conducted the audit and desired some changes in the Balance Sheet. Sh. B.S.Singla who was authorized to approve changes alongwith Sh. Mahesh Kumar, has since been transferred, the annual accounts again needs to be authenticated by the two Directors, one of whom shall be the Managing Director.

The Board is requested to consider and approve the annual accounts which are placed below and authorize any two Directors to sign the same. These accounts duly signed shall be submitted to the statutory auditors for their report and the same shall be forwarded to the CAG for their comments thereon

HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2008

PARTICULARS	YEAR 2008	YEAR 2007
A. CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX	-318,879,133	-250,408,511
ADJUSTMENT FOR -		
DEPRECIATION (including prior period depreciation)	575,205,738	427,870,351
PRELIMINARY EXPENSES W/OFF	241,500	241,500
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	256,568,105	177,703,321
ADJUSTMENT FOR -		
DEFERED REVENUE EXP	-41,590,000	-
SUNDRY DEBTORS & OTHER RECEIVABLES	-498,477,828	-14,722,251
LOANS & ADVANCES	-7,029,780	-19,810,775
TRADE / SUNDRY PAYABLES	2,352,801,091	1,114,386,426
NET CASH FROM OPERATING ACTIVITIES	2,067,271,588	1,257,554,721
B. CASH FLOW FROM INVESTING ACTIVITIES		
PURCHASE/SALE OF FIXED ASSETS (NET)	-23,994,940	-2,064,775
NET CASH USED IN INVESTING ACTIVITIES	-23,994,940	-2,064,775
C. CASH FLOW FROM FINANCING ACTIVITIES		
INCREASE/(DECREASE) IN GRANT	-396,318	-
REPAYMENT OF HUDCO LOANS	-561,411,607	-509,256,748
SHARE APPLICATION MONEY	-	63,400,000
NET CASH USED IN FINANCING ACTIVITIES	-561,807,625	-425,856,748
OPENING CASH & CASH EQUIVALENTS	1,630,625,166	800,991,968
CLOSING CASH & CASH EQUIVALENTS	3,112,094,189	1,630,625,166

NOTES

The above cash flow statement has been prepared under the indirect method as out in the Accounting Standard -3 on cash Flow Statement issued by the Institute of Chartered Accountant of India

AUDITOR'S REPORT

"In terms of our separate report annexed"

FOR JAIN AND ASSOCIATES
 CHARTERED ACCOUNTANTS

For Haryana State Roads & Bridges Development
 Corporation Limited.

(S.C. PATHAK)
 PARTNER
 M.No.11094

(HARINDER KUMAR -IRS)
 DIRECTOR

(MAHESH KUMAR)
 MANAGING DIRECTOR

PLACE: GANHUKHA
 DATED: _____

HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.
BALANCE SHEET As at 31st March, 2008

PARTICULARS	Schedule	Amount Rs. as on 31.03.2008	Amount Rs. as on 31.03.2007
<u>SOURCES OF FUNDS:</u>			
SHAREHOLDER'S FUNDS:			
Share Capital	I	500,000,000	500,000,000
Share Application Money		720,423,000	720,423,000
DEFERRED GOVERNMENT GRANT	II	17,003,982	18,000,000
LOANS FUNDS:			
Unsecured Loans:			
-HUDCO Loan-State H. W. Phase I & II-16648		393,512,044	392,553,651
-HUDCO Loan MDRs & ODRs (Phase I)-16982		461,523,650	543,123,650
-HUDCO Loan MDRs & ODRs (Phase II)-17335		690,291,600	784,601,600
-HUDCO Loan-State H. W. (Phase III & IV)-16977		387,900,000	674,300,000
Total Rs.		3,271,194,276	3,833,001,901
<u>APPLICATION OF FUNDS:</u>			
FIXED ASSETS			
Gross Block	III	5,881,523,668	5,857,528,748
Less Depreciation		1,671,727,150	1,096,521,411
Net Block		4,209,796,538	4,761,007,337
CURRENT ASSETS, LOANS & ADVANCES:			
Deposit Work In Progress			
-RPS Work		386,690,333	0
-DCTRPP Work		47,494,067	0
-Tangri Bridge Work		24,625,630	0
Cash, Bank Balances & Sundry debtors	IV	1,071,321,700	1,634,356,207
Loans & Advances	V	37,385,492	50,353,702
Current Liabilities	VI	3,686,716,541	1,794,720,000
		3,452,700,921	3,299,500,830
Net Current Assets		4,345,954,389	4,595,159,921
MISCELLANEOUS EXPENDITURE	VII	1,027,382,118	687,154,485
Total Rs.		3,271,194,276	3,833,001,901

Significant Accounting Policies & Notes to the accounts forming part of accounts at schedule XII.

AUDITOR'S REPORT

"In terms of our separate report annexed".

**FOR JAIN AND ASSOCIATES
CHARTERED ACCOUNTANTS**

For Haryana State Roads & Bridges Development
Corporation Limited.

(S.C. PATHAK)
PARTNER
M.No. 10194

(HARINDER KUMAR -IRS)
DIRECTOR

(MAHESH KUMAR)
MANAGING DIRECTOR

PLACE PANCHKULA
DATED:

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HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.
PROFIT & LOSS ACCOUNT for the year ending on 31.03.2008

PARTICULARS	Schedule	Amount Rs. as on 31.03.2008	Amount Rs. as on 31.03.2007
INCOME	VIII	580,657,668	464,881,019
	Total Rs.	<u>580,657,668</u>	<u>464,881,019</u>
EXPENDITURE:			
To Administrative Exp.	IX	5,089,757	2,271,537
To Financial Exp.	X	241,133,027	284,653,621
To Personnel Exp	XI	4,175,026	178,367
To Depreciation		427,916,859	427,870,332
To Preliminary Expenses Written off		241,500	241,500
	Total Rs.	<u>678,559,169</u>	<u>715,215,357</u>
Loss for the year - Period		97,901,501	250,334,338
Less: Previous year Expenses - Income		220,977,632	74,173
Less: Previous year Adjustments			
Net Loss for the year		<u>318,879,133</u>	<u>250,408,511</u>
Less: Provision for Income Tax		-	-
Income tax for earlier years		-	-
Balance Carried to Balance Sheet	Total Rs.	<u>318,879,133</u>	<u>250,408,511</u>
Earning per share		(6.38)	(5.01)
Diluted Earning per share		(2.61)	(2.09)

Significant Accounting Policies & Notes to the accounts forming part of accounts at schedule XII.

AUDITOR'S REPORT

"In terms of our separate report annexed".

**FOR JAIN AND ASSOCIATES
 CHARTERED ACCOUNTANTS**

For Haryana State Roads & Bridges Development
 Corporation Limited.

(S.C. PATHAK)
 PARTNER
 M.No. 10194

(HARINDER KUMAR -IRS)
 DIRECTOR

(MAHESH KUMAR)
 MANAGING DIRECTOR

PLACE : PANCHKULA

DATED :

HARYANA STATES ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

SCHEDULE I: SHARE CAPITAL:	Amount Rs. as on 31.03.2008	Amount Rs. as on 31.3.2007
Authorised Capital:		
50000000 equity shares of Rs. 10 - each (Previous year 50000000 Equity share of Rs. 10 - each)	500,000,000	500,000,000
Issued, Subscribed & Paid up Capital	500,000,000	500,000,000
50000000 equity shares of 10 - each fully paid up (Previous year 50000000 Equity Share of Rs. 10 - each)		
Total Rs.	500,000,000	500,000,000

HARYANA STATES ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

SCHEDULE II: DEFERRED GOVERNMENT GRANT	Amount Rs. as on 31.03.2008	Amount Rs. as on 31.03.2007
GRANT FROM HARYANA GOVT. (For Activisation of Corporation)		
Opening Balance	18,000,000	18,000,000
Less: Utilised during the year	<u>596,018</u>	<u>17,603,982</u>
Total Rs.	17,603,982	18,000,000

For Haryana State Roads & Bridges Development
Corporation Limited

(CHARINDER KUMAR -IRS)
DIRECTOR

(MAHESH KUMAR)
MANAGING DIRECTOR

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HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.
Schedule "HP" - Fixed Assets

Block of Asset	Gross Block		Balance 31.03.2008	Ups To 31.03.2007	Depreciation		Net Block	
	Balance 01.04.2007	Additions (Transfers)			Prior Period Adjustment	For the Period	As On 31.03.2008	As On 31.03.2007
Land	3,064,275		3,064,275				3,064,275	
Building		33,37,380	33,37,380		1,014		32,35,966	
Computer & printer		27,171	27,171		22,070		5,109	
Telephone		6,045	6,045	6,800	662		5,383	9,179
Photocopy Machine		144,568	144,518	27,500	2,904		141,614	91,009
Furniture & Fixture		6,100	2,102	3,277	1,130		1,072	2,885
Project of Improvement of State Highways	2,011,585,965		2,011,585,965	63,34,83,357		11,24,67,577	1,948,33,810	1,359,91,146
Project of Improvement of State Highways (Phase III & IV)	1,30,001,647		1,30,001,647	29,34,83,547		1,26,93,80,888	3,107,83,859	1,33,40,10,788
Project of Improvement of Village & other class II Project of Improvement of Village & other class II	8,10,96,000		8,10,96,000	62,19,67,419		60,19,67,419	1,86,88,581	3,08,00,000
Project of Improvement of Village & other class II	1,00,00,000		1,00,00,000	3,40,00,000		3,40,00,000	1,00,00,000	1,00,00,000
Total Utilised for Purchase of Assets								
Furniture & Fixture		60,000	60,000					
Computer & Printer		1,41,417	1,41,417			16,775	124,642	
Photocopy Machine		88,000	88,000			1,730	86,270	
Total		5,857,528,748	5,881,523,688	1,096,521,412	427,916,859	1,471,727,150	4,209,796,538	4,761,007,336
Previous Year Figure		5,857,463,973.00	5,857,528,748.00	608,651,079.00	427,870,332.00	1,096,521,411.00	4,761,007,337.00	5,186,812,894.00

For Haryana State Roads & Bridges Development Corporation Limited

CHARINDER KUMAR - (RS)
DIRECTOR

(MAHESH KUMAR)
MANAGING DIRECTOR

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HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

SCHEDULE IV: CASH, BANK BALANCES & SUNDRY DEBTORS	Amount Rs. as on 31.03.2005	Amount Rs. as on 31.3.2007
CASH & BANK BALANCES:		
Cash in hand	5,884	7,793
With Schedule Banks	1,15,624,730	85,024,834
With Schedule Banks in FDRs	1,01,338,000	1,54,450,488
Accrued Interest	3,490,810	2,242,898
Sundry Debtors		
A) Debts outstanding for a period exceeding six months		
a) Considered good	35,485,159	23,761,942
b) Considered doubtful	0	0
B) Other Debts	22,940,651	0
Total Rs.	3,170,520,030	1,654,386,207

HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

SCHEDULE V: LOANS & ADVANCES	Amount Rs. as on 31.03.2005	Amount Rs. as on 31.03.2007
Security Deposit	1,000	3,073
(Advances recoverable in cash or in kind)		
I.Tax - TDS A.Y. 2003-04	13,933,668	3,032,388
I.Tax - TDS A.Y. 2004-05	4,415,251	4,415,251
I.Tax - TDS A.Y. 2005-06	1,147,058	1,147,058
TDS on Bank FDR s(2006-07)	10,895,820	0,895,140
TDS on Bank FDR s(2007-08)	1,812,790	0
Cheque Pending Encashment	14,655	8,348,725
National Productivity Council	0	100,000
Divya Stationers	2,734	0
Cyber Intertech Ltd	1,352	0
H T Media	126,358	0
Hindustan Motors	442,298	0
M/s S P Singh Const. Com. Pvt	216,000	0
Interest Recoverable ENR Sec-22	10,593	0
Kuljit Singh(Employee)	7,300	0
Davinder Kumar (Employee Assist)	1,235	0
Yatinder Mathur (Archite.)	35,820	0
Advance with Contractors	28,134,500	0
TCS Excess payment	167,153	167,153
Training & Development of Engineers (CIDC)	1,315,293	1,315,293
Building Construction Advance/PWD Hyna	0	0,000,000
Suspension Bridge Mann	70,626	0
NCR Works	323,557	0
Total Rs.	57,353,482	30,353,702

For Haryana state Roads & Bridges Development
Corporation Limited

(HARINDER KUMAR -IRS)
DIRECTOR

(MAHESH KUMAR)
MANAGING DIRECTOR



HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

SCHEDULE VI: CURRENT LIABILITIES AND PROVISIONS	Amount Rs.	
	as on 31.03.2005	as on 31.3.2007
Sundry Creditors (As per List)	1,475,284	143,965
Deposits Received for Development Works (As per List)	2,528,795,392	732,543,337
PWD, B & R Haryana	2,258,872,757	1,828,978,479
Haryana Industries Department	4,263,566	4,263,566
Bid & Performance Security	9,765,204	0
Earnest Money (At Site)	350,751	0
Retention Money (At Site)	22,499,250	0
Audit Fee Payable	85,343	65,304
Internal Audit Fee Payable	15,000	15,000
GIS Payable	000	0
GPF Payable	55,407	0
House Building Advance	20,500	0
House Rent Payable	00	0
LO Payable	724	0
Marriage Loan	5,200	0
Vehicle Loan	1,800	0
Professional Fee Payable	45,115	115
Salary Payable	500,000	0
D.K.Chawla (Account Officer)	14,368,000	0
Toll (T-4) Security Refundable	1,600,000	1,600,000
Toll Tax Adjustable	30,905	30,905
Advance Toll Collection	46,480	46,480
Retainership Charges Payable	40,000	40,000
Misc. Expenses Payable	605,813	9,583
TDS Payable	262,219	229,783
TCS Payable	44,719	754,273
Sales Tax Payable	1,60,058	0
Guarantee Fee Payable	1,00,000	0
PWD, B & R Building Const. Payable	8,777,750	0
Labour Cess Payable	53,700	53,700
Cheque issued but not Encashed	13,99,174	0
GRANT PRIME MINISTER GRAM SADAK YOJANA		
Opening Balance	737,981,011	46,323,818
Addition / Adjustments	2,162,000,000	2,004,300,000
Interest on Deposits	22,400,990	25,630,652
	<u>2,922,381,991</u>	<u>2,076,254,470</u>
Less: Utilised during the year	2,227,380,664	1,339,173,459
	<u>694,991,277</u>	<u>737,081,011</u>
Total Rs.	5,652,700,921	3,293,899,830

For Haryana State Roads & Bridges Development
Corporation Limited

(HARINDER KUMAR -IRS)
DIRECTOR

(MAHESH KUMAR)
MANAGING DIRECTOR

HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

SCHEDULE VII: MISCELLANEOUS EXPENDITURE	Amount Rs. as on 31.03.2008	Amount Rs. as on 31.03.2007
Preliminary Expenses (To the extent not written off or adjusted)	708,000	949,500
Opening Balance as per last Balance Sheet		
Add: Addition during the year		
Less: Written off during the year	<u>241,500</u>	<u>241,500</u>
	466,500	708,000
Deferred Revenue Expenditures		
Guarantee Fee of HUDCO Loans	41,500,000	0
Profit & Loss Account		
As per last Balance Sheet	666,446,485	
Add: Loss during the year	<u>318,879,133</u>	<u>985,325,618</u>
	985,325,618	666,446,485
Total Rs.	<u>1,027,382,118</u>	<u>667,154,485</u>

HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

SCHEDULE VIII: INCOME	Amount Rs. as on 31.03.2008	Amount Rs. as on 31.03.2007
Toll Receipts	413,554,148	371,077,629
Other Income		
Sale of Toll Forms & Bid Documents	1,302,050	590,000
Interest on Deposits	132,200,039	87,103,133
Interest on IT Refund	0	500,044
Interest from Toll Contracts	3,554,492	393,787
Security Forfeited(Toll Plaza)	6,754,769	5,000,000
Misc. Income (Empanelment fee.	330,500	117,406
Amortisation of Grant	21,018	0
Service Charges from Construction Work	22,940,651	0
Total Rs.	<u>580,657,668</u>	<u>464,881,019</u>

For Haryana State Roads & Bridges Development
Corporation Limited

(CHARINDER KUMAR -IRS)
DIRECTOR

(MAHESH KUMAR)
MANAGING DIRECTOR

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HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

SCHEDULE IX: ADMINSTRITATIVE EXPENSES	Amount Rs. as on 31.3.2008	Amount Rs. as on 31.3.2007
Accounting & Retainership Charges	297,592	269,376
Advertisement & Publicity	921,952	640,443
Statutory Audit Fee	33,090	33,708
Tax Audit Fee	11,030	11,236
Internet Expenses	47,000	86,389
Security Fees (Police)	0	342,350
Misc. Expenses	52,730	6,585
Membership & Subscription	79,733	2,600
Newspaper & Periodicals	2,080	0
Postage & Courier Expenses	69,881	5,131
Printing & Stationery	593,187	236,051
Professional Charges	150,263	145,185
Technical & Cons. Charges	1,159,932	0
Office Exp.	4,056	0
Elect. & Water Charges	16,455	0
Refreshment Expenses	36,101	63,650
Repairs & Maintenance (General)	381,161	118,941
Repairs & Maintenance (Computer)	151,527	0
Rent, Rates, Fees & Taxation	423,286	11,000
Telephone Expenses	123,545	181,988
Travelling & Conveyence	52,241	114,804
Taxi Hiring Expenses	510,442	0
Interest on TDS	10,453	0
Total Rs.	5,089,757	2,271,537

For Haryana State Roads & Bridges Development
Corporation Limited

(HARINDER KUMAR -IRS)
DIRECTOR

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HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

SCHEDULE X: FINANCIAL EXPENSES	Amount Rs. as on 31.3.2008	Amount Rs. as on 31.3.2007
Intt.on Hudco loans	231,977,844	284,316,296
Interest & Bank Charges	264,153	45,501
Upfront fee	0	291,824
Guarntee Fee	9,091,029	0
Total Rs.	241,133,027	284,653,621

HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

SCHEDULE XI: PERSONEL EXPENSES	Amount Rs. as on 31.3.2008	Amount Rs. as on 31.3.2007
Salary & Wages	4,042,733	178,367
Leave Salary & Pension Contribution	135,313	0
Total Rs.	4,178,026	178,367

For Haryana State Roads & Bridges Development
Corporation Limited

(HARINDER KUMAR -IRS)
DIRECTOR

(MAHESH KUMAR)
MANAGING DIRECTOR

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HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

List of Deposits Received for Development Works as on 31st March 2008

PARTICULARS	AMOUNT
Central Assistant Grant Under ASIDE SCHEME	5,000 ✓
Deposit-(Const.P.G Regional Centre, Mirzapur-Rewari)	85,200 ✓
Deposit-(Railway Deptt.-Shifting of Xing,Satnali)	2,000 ✓
Deposit-(Civil Works- Govt.Polytechnic Nilokheri)	2,980,000 ✓
DEPOSIT (CONS. 3MRCC SLAB NIKHARI DISTY)	5,114,689 ✓
Deposit-(Cons Bridge at Jagadhari Taonta)	13,157,000 ✓
Mohindrag	3,000,000 ✓
DEPOSIT (CONS. OF BUNDRY WALL, NARNAUL)AGRL DEPT	278,900
Deposit (Const. Bridge NH 10, VILL. MUNDHAL)	1,200,000
Deposit-(Const.Bus Stand Kaithal)	1,000
Deposit-(Const.Chemical Lab.CH Kamah)	95,000
SIRSA)	1,002,000
Deposit-(Const MNSS Rau/Sonepat	14,500,000
Deposit-(Const. of Building for Govt College)	25,430,000
Deposit (Const. of Infrastructure Vill Matana)	2,525,000
Deposit-(Const. Staff Flat HIPA Gurgaon)	2,00,000
Deposit (Culture Model School Sangar)	7,00,000
Deposit-(Distt Sports Council)Rohtak	57,000
Deposit-(Education Dept for IIT)	21,04,000
Deposit for KCC Slab Kakeria	1,815,707
Deposit for Sport Stadium M. garh	3,200,000
Deposit for Tangri Bridge From HUDA	20,000,000
Deposit-Four Laning of Zinak Pur Farwanao NH22	2,595,330
Deposit From BPS,Khanpur Kalan	372,700,000
Deposit (Girls Hostel YMCA Faridabad)	2,558,000
DEPOSIT (GOVT. POLYTECHNICAL NATHUSARI)	
SARSA	10,050,000
Deposit (Govt. Politechnical Women SIRSA)	3,075,000
DEPOSIT(HEALTH DEPTT. FOR PHC CHC)	149,078,000
Deposit (IRC)	1,008,808
Deposit-(Rail Construction)	21,582,800
DEPOSIT (LADT RURAL NEW)	136,027,000
PKU)	4,887,000
Deposit-(NDA Training Block Kangra/Karnal)	1,00,000
Deposit (Nurses Hostel Gurgaon)	17,000
Deposit-(Polytechnic-Lisana,Rewari)	46,828,000
Deposit (Preparation of DPR on BOT Basis)	1,407,026
Deposit-(Renovation Bldg.Murthal)Sonepat	20,000
DEPOSIT (REPAIR BOND WALL	508,500
Deposit-(Residential Revenue House)Rohtak	20,000
DEPOSIT(ROAD CUN HISAAR)	30,720
Deposit-(Road Cut -Bhiwani)	1,447,964
Deposit-(Road Cut -Fatehabad)	383,000
Deposit-(Road Cut -Narnaul)	646,600
Deposit-(Road Cut -Rohtak)	2,714,879
Deposit-(Road Cut -Sonepat)	644,356
Deposit-(Rural Dev. Auth.Gurgaon)	680,000
Deposit-(Shifting of Exist.Crossing Satnali)	3,708,000
Deposit-(Working Women Hostel)	308,200,000
Deposit (Siwalik Development Board	1,00,000 ✓
Deposit (Widening & 4 Laning Mouth Guhawa Road)	5,000
Deposit Work-Health Services	7,780,181
Deen Bandhu Thermal Power Project, Nazar	3,00,000
Deposit (Works)	3,80,000
Panipat Refinery	280
LADT Munciples Advances (As per List)	48,550,000
LADT Panchayats Advances (As per List)	42,402,700
TOTAL	2,525,795,392

HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.
LIST OF SUNDRY CREDITORS AS ON 31.03.2005

<u>PARTICULARS</u>	<u>AMOUNT</u>
Bharat Enterprises	44100/-
Amar Ujala News Paper	6047/-
Dainik Bhaskar	207968/-
Hans Ram	136710/-
Indian Express	20294/-
Jagran Parkashn Pvt Ltd	592160/-
Legend Traders	237800/-
Prem Sagar	5200/-
Punjab Kesri	134730/-
Rajiv Singla	951504/-
Ranbir Singh Sanghi	50200/-
RCI Ltd.	110000/-
Sundry Creditors	200000/-
Sushila Devi	100400/-
Thoman Commercial Services	613000/-
Times of India	424980/-
Tribune Trust	574550/-
Veer Singh	129580/-
V. Kaushik & Co	416910/-
Tarun Mathur (Tangri Nadi Ambala)	186520/-
TOTAL	1475284

HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LTD.

LIST OF DEBTORS AS ON 31ST MARCH 2008

<u>PARTICULARS</u>	<u>LESS THAN SIX MONTHS</u>	<u>MORE THAN SIX MONTHS</u>	<u>TOTAL</u>
Deva Singh (04-05)	0	30135	30135
E.E.Gurgaon(Dept.Toll-01)	0	843800	843800
EE PWD Fatehabad(Dept. Toll No. 7)	0	10350	10350
E.E.Gurgaon(Dept.Toll-17)	0	451617	451617
Iai Singh	0	17502	17502
Krishan Pal Singh	0	2381074	2381074
Manoj Kumar	0	11633984	11633984
Nares Kumar Sanghi	0	510208	510208
Pankaj Singla	0	97839	97839
Prem Singla	0	3168492	3168492
Ranbir Singh	0	625792	625792
Sheesh Ram	0	1738885	1738885
Toll Tax Recoverable (03-04, 04-05)	0	1400000	1400000
Umrao Singh Har Parshad	0	1045092	1045092
Vikash Rajput	0	11530419	11530419
<u>Service Charges Receivable</u>			
- WIP BPS	19334517	0	19334517
- WIP DCRTTP	2374703	0	2374703
- WIP Tangri Nadi	1231432	0	1231432
TOTAL	22940651	35485189	58425840

SCHEDULE - XII

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH, 2008

A) SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- 1.1) The accounts are prepared under the historical cost convention and on going concern basis. All expenses and incomes to the extent considered payable and receivable respectively unless stated otherwise, have been accounted for on MERCANTILE BASIS. Accounting standards as specified in Section 211(5C) of the Companies Act, 1956 have been complied with to the extent applicable.
- 1.2) Revenue, Income and Cost expenditure are generally accounted for on accrual basis as they are earned or incurred.

2. FIXED ASSETS & DEPRECIATION

- 2.1) Fixed Assets are stated at cost of acquisition less accumulated depreciation. The cost of acquisition of these assets is inclusive of freight, duties, taxes and other incidental expenses are capitalized till the assets are ready to be put to use.
- 2.2) Depreciation is provided under the Straight Line Method at the rates specified in schedule XIV of the companies Act 1956 except in the case of completed Projects where depreciation has been provided over the useful life of the assets estimated by the Management as follows :-
- | | |
|---|----------|
| a) Improvement of State Highways (Phase I & II) | 14 Years |
| b) Improvement of State Highways (Phase III & IV) | 15 Years |

3. CAPITAL WORK IN PROGRESS

Projects under progress are carried at cost comprising direct cost related incidental expense interest and other financing costs payable on funds specifically borrowed to the extent they relate to the period till assets are put to use.

4. DEPOSIT WORK IN PROGRESS

Deposit work in Progress undertaken by the corporation on behalf of other government agencies is considered as Current Asset of the corporation and accordingly the funds received from government agencies for carrying out the work is considered as Current Liability by the Corporation. Service charges for completing the work is recognized as revenue of the Corporation.

5. BORROWING COST

Borrowing costs attributable to the acquisition or construction of qualifying fixed assets are capitalized. Other borrowing costs are charged to profit and loss account.

Borrowing costs comprise of interest and other cost incurred in connection with borrowing of funds.

6. CONTINGENT LIABILITIES

Liabilities, though contingent, are provided for if there are reasonable chances of maturing such liabilities as per management. Other contingent liabilities, barring frivolous claims not acknowledged as debts, are disclosed by way of notes.

7. GRANTS IN AID

The government grants being received from the state government are being shown on Accrual basis. The amount utilized against the grant on capital expenditure is deducted from grant in aid to the extent of depreciation provided on those assets during the year and full amount is deducted in case of revenue nature of expenditure. The unspent grant at the close of the year is shown under the head "Deferred Government Grant" in the Balance Sheet.

8. DEFERRED REVENUE EXPENDITURE

Guarantee Fee payable to Haryana Government against the loan sanctioned by the HUDCO for up gradation of roads in phases has been treated deferred revenue expenditure in the books on pro rata basis over the life of repayment of loans.

9. PRIOR PERIOD ITEMS

Prior period expenses Income have been shown in Profit & Loss Account below the line and details of the same are disclosed by way of Notes on Accounts.

B) NOTES ON ACCOUNTS

1. Contingent liabilities on account of :-

	(Rupees in lakhs)	
	2007-08	2006-07
i) Disputed Income Tax matters in Appeal with different Appellate Authorities	2466.34	259.78
ii) Estimated amount of contracts remaining to be executed on capital account and not provided for.	NIL	NIL
iii) Penalties Interest on non compliance of provisions of TDS, TCS, Labour Cess and liability on account of Service tax, Sales Tax, etc.	Amount unascertained	Amount unascertained

2. Toll Tax receipts include Toll collection made through department and contractual Toll Plazas.

3. Building cost amounting to Rs. 235.78 Lacs has been capitalized and put to use on 31.03.2008 and accordingly depreciation for 1 day amounting to Rs. 0.01 Lacs has been provided.

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4. The amounts under the head Share Application money amounting to Rs. 7204.23 Laes (Rs. 7204.23 Laes) represents funds received from Govt. towards counter part funding.
5. The corporation is the Nodal Agency for receiving the funds under PMGSY scheme but the actual funds are utilized by Haryana PWD B&R which is the executing agency for works under PMGSY Scheme. The Corporation has deposited the surplus funds received under the scheme in various FDs and the interest earned on such deposits (net of TDS) has been added to the grant received. No Utilization certificate has been received under PMGSY Scheme from Haryana PWD B&R during the year, as well as balance is subject to confirmation.
6. The Grant received from Haryana government for the Activation of Corporation amounting to Rs. 180.00 Laes received in F.Y. 2005-06 is for the following purposes:-

	Grant in Aid	Utilized upto 2007-08
a) Setting up of Design Cell in HSRDC	Rs. 50.00 Laes	6.28 laes
b) Strengthening of HSRDC	Rs. 50.00 Laes	-
c) Preparation of Project Report & Feasibility studies through HSRDC	Rs. 50.00 Laes	-
d) Setting up of State Academy of Research & Training & Strengthening of quality control system	Rs. 30.00 Laes	-
	Rs. 180.00 Laes	6.28lacs

Amount utilized for setting up Design Cell in HSRDC of Rs. 6.28 Laes includes expenses of Rs. 3.75 Laes incurred as revenue expenditure in the year ending 31.03.2007 but considered in the current year ending 31.03.2008 as funds utilized from the grant to that extent. The expenses of Rs. 3.75 Laes incurred is shown under the head Prior Period items.

As per guidelines, the funds cannot be diverted towards any other purpose from the purpose as specified above and it can be utilized by the corporation as and when required.

7. The Haryana Panchayat and Urban Development Department, has deposited funds under LADT scheme for Construction/repair/maintenance of Rural & urban Link Roads in the state. The execution of works has been carried forward through Haryana PWD (B&R). No utilization certification has been received from PWD (B&R) during the year. Interest earned on such utilized funds held by the

Corporation are retained as the income of the Corporation. Balance outstanding under LADT Funds with corporation as on 31st March 2008 (Rural & Urban) are Rs. 1410.57 Laes (Rs. 3430.63 Laes)

8. The small scale undertaking to whom amount outstanding for more than 30 days is Nil (NIL). The information has been compiled to the extent they could be identified as small scale ancillary undertaking on the basis of information available with the company.
9. In the opinion of the Board, the current Assets, Loans & Advances are approximately of the value stated if realized in the ordinary course of Business. The provision for all known liabilities is adequate and not in excess of the amount considered reasonably necessary.
10. A sum of Rs. 42.63 Laes (Rs. 42.63 Laes) is payable to Haryana Industries Department for settling the amounts with HUDCO & HFC and the same has been shown under the head Current Liabilities.
11. Details of Prior period Adjustment :-

	(Amount in Rs.)	
	2007-08	2006-07
Printing & Stationery	58800	16461
Advertisement	42903	57712
Taxi hiring Exp.	17094	
Guarantee fee	60875000	
Bank charges	11310	
Depreciation	147288879	
Excess provision	12071404	
Rebate for inoperative period to toll contractors	1665895	
Exp. Payable	3780	
Hudco Interest	611607	
Grant from the Haryana Govt.	375000	
Interest on delayed installments	63866	
Total	220977632	74173

12. Sundry debtors have been classified below and above six months. Management is of the opinion that all the debtors are good. Hence no provision for doubtful debts has been provided.
13. The Income Tax Assessments of the Corporation have been completed up to the A.Y. 2007-08. Appeals for the A.Y. 2003-2004, 2005-2006, 2007-2008 preferred by the corporation are pending before different appellate authorities as on 31.03.2008. The financial impact of the same will be determined on the decisions of the pending appeals.