

Vascon Engineers Limited

AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER/ YEAR ENDED MARCH 31, 2011

Sr. No.	PARTICULARS	STANDALONE				CONSOLIDATED				Rs. In Lacs
		Quarter Ended		Year Ended		Quarter Ended		Year Ended		
		31ST March, 2011	31ST March, 2010	31ST March, 2011	31ST March, 2010	31ST March, 2011	31ST March, 2010	31ST March, 2011	31ST March, 2010	
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	
1	a) Net Sales/Income from Operations	23,046	24,629	77,563	69,501	39,296	24,447	101,616	73,812	
	b) Other Operating Income	260	(109)	229	1,020	193	(85)	680	1,670	
	Total Income [(a)+(b)]	23,306	24,520	77,792	70,521	39,489	24,362	102,296	75,482	
2	Expenditure									
	a) Increase/Decrease in Stock in trade and work in progress	-	-	-	-	-	-	-	-	
	b) Consumption of Raw Materials	18,574	19,167	62,446	56,253	31,823	18,668	81,265	59,112	
	c) Purchase of traded goods	-	-	-	-	-	-	-	-	
	d) Employees Cost	1,141	1,540	4,872	3,785	1,651	1,584	6,235	3,942	
	e) Depreciation	233	159	753	641	459	172	1,385	782	
	f) Other Expenditure	961	877	3,273	2,362	1,529	1,067	4,971	3,015	
	Total Expenditure	20,909	21,743	71,344	63,041	35,462	21,491	93,856	66,851	
	Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	2,397	2,777	6,448	7,480	4,027	2,871	8,440	8,631	
3	Other Income	1,393	381	3,246	1,013	1,097	292	3,131	1,455	
4	Profit before Interest & Exceptional Items (3+4)	3,790	3,158	9,694	8,493	5,124	3,163	11,571	10,085	
5	Interest	1,083	630	2,279	2,143	1,182	631	2,570	2,341	
6	Profit after Interest but before Exceptional Items (5-6)	2,707	2,528	7,415	6,350	3,942	2,532	9,001	7,744	
7	Exceptional Items	-	-	-	-	-	-	-	-	
8	Profit(+)/Loss(-) from Ordinary Activities before tax (7+8)	2,707	2,528	7,415	6,350	3,942	2,532	9,001	7,744	
9	Tax Expenses	762	827	1,985	1,928	1,075	953	2,416	2,419	
10	Profit(+)/Loss(-) from Ordinary Activities after tax (9-10)	1,945	1,701	5,430	4,422	2,867	1,579	6,585	5,325	
11	Extraordinary Items									
12	Net Profit (+) / Loss (-) for the period (11-12)	1,945	1,701	5,430	4,422	2,867	1,579	6,585	5,325	
13	a) Minority Interest					57	(9)	102	(5)	
14	b) Shares of Associates					-	-	-	-	
15	c) Other Related Items					-	-	-	-	
16	Net Profit(+)/Loss(-) (13-14)	1,945	1,701	5,430	4,422	2,810	1,588	6,483	5,330	
17	Other Related Items									
18	Paid-up Equity Share Capital (Face Value Rs. 10/- per share)	9,002	9,002	9,002	9,002	9,002	9,002	9,002	9,002	
19	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	-	-	59,755	55,375	-	-	62,747	57,109	
20	Earnings Per Share (EPS)									
	a) Basic EPS before Extraordinary items for the period and for the previous year (in Rs.) (Not Annualised)	2.16	2.14	6.03	5.57	3.12	2.08	7.20	6.71	
	b) Diluted EPS before Extraordinary items for the period and for the previous year (in Rs.) (Not Annualised)	2.15	2.14	6.01	5.55	3.11	2.08	7.18	6.69	
	c) Basic EPS after Extraordinary items for the period and for the previous year (in Rs.) (Not Annualised)	2.16	2.14	6.03	5.57	3.12	2.08	7.20	6.71	
	d) Diluted EPS after Extraordinary items for the period and for the previous year (in Rs.) (Not Annualised)	2.15	2.14	6.01	5.55	3.11	2.08	7.18	6.69	
21	Public Shareholding									
	- Number of shares	55,184,227	55,314,227	55,184,227	55,314,227	55,184,227	55,314,227	55,184,227	55,314,227	
	- Percentage of shareholding	61.30	61.45	61.30	61.45	61.30	61.45	61.30	61.45	
22	Promoters and promoter group shareholding									
	a) Pledged/Encumbered	-	-	-	-	-	-	-	-	
	- Number of Shares	-	-	-	-	-	-	-	-	
	- Percentage of Shares (as a % of total shareholding of Promoter and Promoter Group)	-	-	-	-	-	-	-	-	
	- Percentage of Shares (as a % of total shareholding of the Company)	-	-	-	-	-	-	-	-	
23	Non-encumbered									
	- Number of Shares	34,831,823	34,701,823	34,831,823	34,701,823	34,831,823	34,701,823	34,831,823	34,701,823	
	- Percentage of Shares (as a % of total shareholding of Promoter and Promoter Group)	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	
	- Percentage of Shares (as a % of total shareholding of the Company)	38.70	38.55	38.70	38.55	38.70	38.55	38.70	38.55	

22

Segmentwise Revenue, Results and Capital Employed for the year ended 31st March, 2011

Rs. In lacs

Particulars	Year Ended	
	31st March, 2011	31st March, 2010
1. Segment Revenue		
EPC	73,508	65,657
Real Estate Development	21,893	11,660
Hotel	876	903
Manufacturing & BMS	9,869	-
Total	106,146	78,220
Less: Inter-Segment Revenue	(3,851)	(2,738)
Net Sales/Income from operations	102,295	75,482
2. Segment Results		
EPC	10,069	9,201
Real Estate Development	2,750	3,470
Hotel	(0)	432
Manufacturing & BMS	1,267	-
Subtotal	14,086	13,103
Less: Interest	(2,570)	(2,341)
Other unallocable expenditure net off unallocable income	(2,691)	(3,122)
Total Profit before Tax	8,825	7,440
3. Capital Employed		
EPC	21,450	15,033
Real Estate Development	40,245	40,889
Hotel	2,711	2,294
Manufacturing & BMS	7,285	-
Unallocable	57	7,895
Total	71,748	66,111

Statement of Assets & Liabilities :

Rs. In lacs

Particulars	STANDALONE		CONSOLIDATED	
	Year Ended		Year Ended	
	31st March, 2011	31st March, 2010	31st March, 2011	31st March, 2010
Shareholder's Fund				
(a) Capital	9,002	9,002	9,002	9,002
(b) Share Application Money	9	-	9	-
(c) Reserves & Surplus	59,755	55,375	62,747	57,109
Minority Interest	-	-	765	738
Loan Funds	33,026	14,730	37,034	21,682
Deferred Tax Liability	-	-	16	20
Total	101,792	79,107	109,573	88,551
Fixed Assets	5,392	4,659	22,533	17,703
Deferred Tax Assets	112	82	202	87
Investments	22,564	20,686	10,162	16,742
Current Assets, Loans & Advances				
(a) Inventories	15,952	10,218	29,113	32,299
(b) Sundry Debtors	34,081	23,663	34,352	18,868
(c) Cash and Bank Balance	10,040	4,274	11,245	4,904
(d) Loans and Advances	40,743	37,632	37,258	28,571
Current Liabilities				
(a) Current Liabilities	(22,807)	(19,687)	(30,543)	(27,785)
(b) Provisions	(4,283)	(2,421)	(4,749)	(2,838)
Miscellaneous Expenditure (Not written off or adjusted)	-	-	-	-
Total	101,792	79,107	109,573	88,551

2

403

Notes:

1. The above financial results were reviewed by the Audit Committee. The Board of Directors at its meeting held on 14th May, 2011 has approved the above results and its release.
2. The above financial results are in accordance with the accounting policies followed by the Company in preparation of statutory accounts.
3. Consolidated financial results have been prepared in accordance with Accounting Standard 21 - "Consolidated Financial Statement" and Accounting Standard 27 - "Financial Reporting of Interests in Joint Ventures" and AS - 23 "Accounting for Investments in Associates in consolidated financial statements".
4. Status of Investor Complaints : In the beginning of the quarter: (Nil); Received during the quarter: (Nil); Resolved during the quarter: (Nil); Pending at the end of the quarter: (Nil).
5. The details of utilisation of proceeds of Initial Public Offer (IPO) as required under clause 43 of the Listing Agreement as as under:

(Rs. In

Sr No	Particulars	Amounts to be utilised	Actual utilisation till 31st March, 2011	Balance to be utilised
1	Construction of our EPC contracts and real estate development projects	11,892	11,892	-
2	Repayment of debt	3,617	3,617	-
3	General corporate purposes	1,034	1,034	-
4	Issue expenses paid out of IPO proceeds	1,277	1,277	-
Total		17820	17820	-

6. For the purpose of Consolidated Results, the Company has identified in line with Accounting Standard 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India, four primary reporting business segments as follows:

- a) EPC
- b) Real Estate Development
- c) Hotel
- d) Manufacturing & BMS

7. The Company has engaged in its business only within India. Accordingly no separate geographical disclosures are considered necessary.

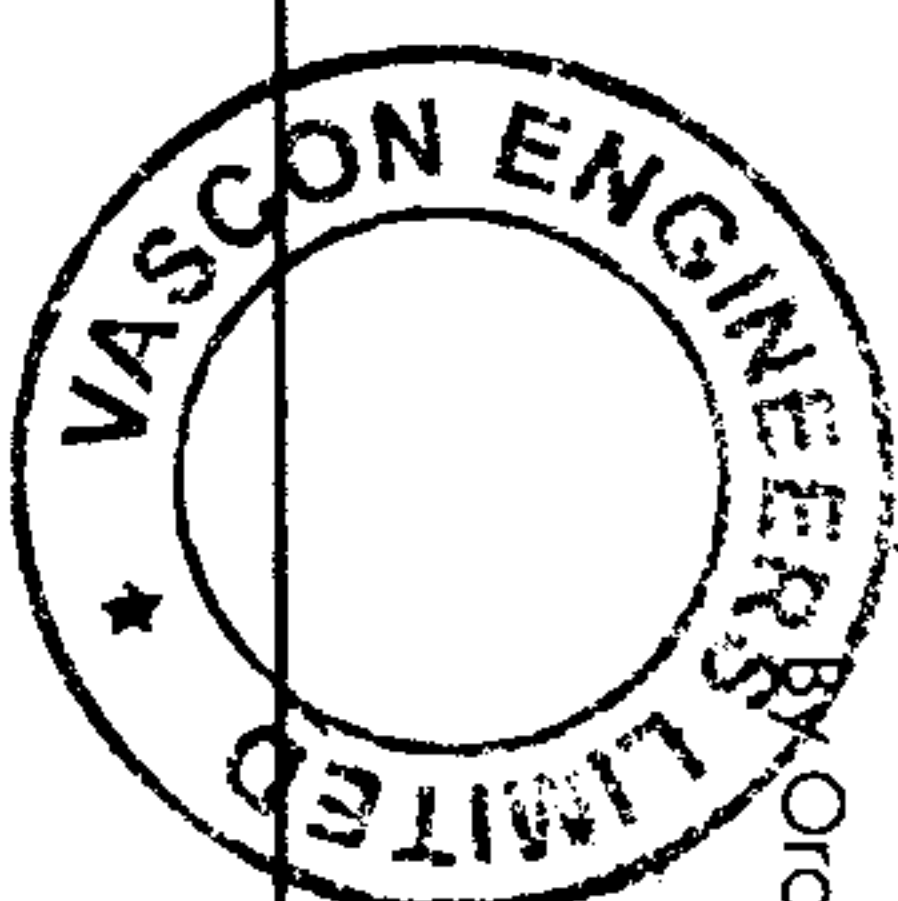
8. The Board of Directors at its meeting held of May 14, 2011 recommended a final dividend of Rs.1/- per share (10% on an equity share of face value of Rs.10/- each) aggregating Rs. 900.16 lacs for the year ended March 31, 2011. The payment is subject to the approval of the shareholders in the ensuing Annual General Meeting of the Company.

9. The financial results for the year ended March 31, 2011 and year ended March 31, 2010 are audited. The financial results for the quarter ended March 31, 2011 are not separately audited.

10. Previous period figures have been regrouped and reclassified wherever necessary, for the purpose of comparison.

Place: Pune

Date: 14th May, 2011



Order of the Board of Directors
R. Vasudevan
Managing Director

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Anand Mehta & Associates

CHARTERED ACCOUNTANTS

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AUDITOR'S REPORT

To the Members of
VASCON ENGINEERS LIMITED

We have audited the attached Balance Sheet of the above company as at 31st March, 2011, and also the Profit & Loss Account and the Cash flow Statement for the year ended as on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free from any material misstatements. An audit includes examining on test basis evidence supporting the amount of disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

- 1 As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government in terms of Sub Section (4A) Section 227 of the Companies Act, 1956 and on the basis of such checks of the books and records as we considered appropriate and to the best of our knowledge and according to the information and explanations given to us during the course of the audit, we give below in the annexure a statement on the matter specified in paragraph 4 and 5 of the said order.
- 2 Further to our comments in the annexure referred to in paragraph 1 above:
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion, proper Books of Accounts as required by the law have been kept by the Company so far as it appears from examination of such books.
 - c. The Balance Sheet, Profit and Loss Account and Cash Flow Statement referred in this report are in agreement with the Books of Account.
 - d. In our opinion the Balance Sheet and Profit & Loss Account and Cash Flow Statement referred to in this report are in compliance with the accounting standards referred to in section 211 (3C) of the Companies Act, 1956.
 - e. On the basis of the written representations received from the directors of the Company and taken on record by the board of directors we report that none of the directors is disqualified at the year-end from being appointed to act as 'Director' under Section 274 (1) (g) of the Companies Act, 1956.



f. In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet, Profit and Loss Account and Cash Flow Statement read together with the notes thereon give the information required by the Companies Act, 1956 in the manner as required and give a true and fair view in conformity with the accounting principles generally accepted in India :

i. In the case of Balance Sheet, of the State of affairs of the company as at 31st March, 2011

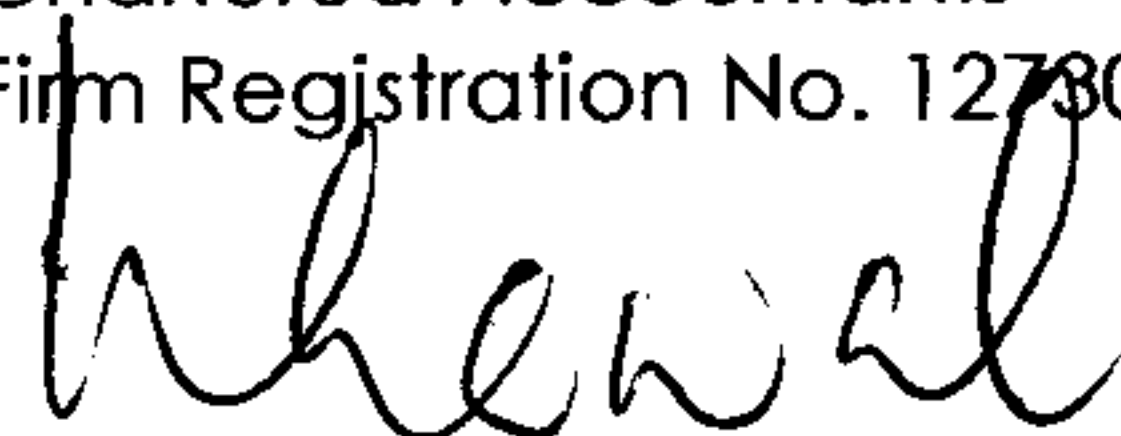
ii. In the case of Profit and Loss Account, of the Profit of the company for the year ended on that date; and

iii. In the case of Cash Flow Statement, of the cash flows of the company for the year ended on that date.

For *Anand Mehta & Associates*

Chartered Accountants

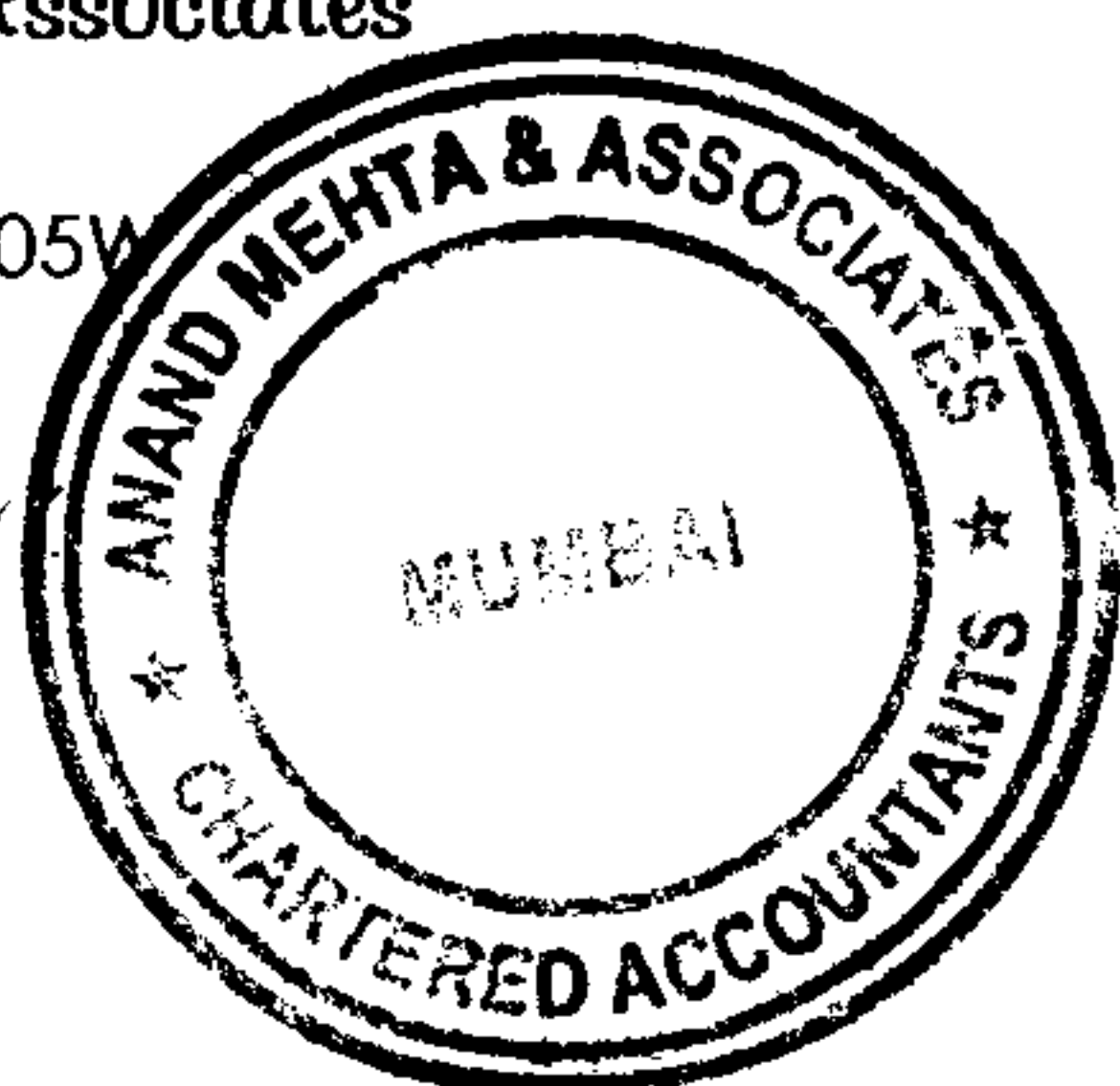
Firm Registration No. 127805W



Kusai Goawala

Partner

Membership No. 039062



Pune

Dated : May 14, 2011

Anand Mehta & Associates

CHARTERED ACCOUNTANTS

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AUDITOR'S REPORT

The Board of Directors of **VASCON ENGINEERS LIMITED**

We have audited the attached Consolidated Balance Sheet of the Vascon Engineers Limited and its subsidiaries and Joint Ventures (collectively called as "the Group"), as at 31st March, 2011, and also the Consolidated Profit & Loss Account and the Consolidated Cash flow Statement for the year ended as on that date annexed thereto. These financial statements are the responsibility of the Group's management and have been prepared by the management on the basis of separate Financial Statements and Other Financial Information regarding components. Our responsibility is to express an opinion on these Financial Statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free from any material misstatements. An audit includes examining on test basis evidence supporting the amount of disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

We did not audit the financial statement of a Subsidiary, whose financial statement reflects total asset of Rs.139,60,15,094/- as at 31st March 2011, the total net profit of Rs. 13,45,66,694/- for the year then ended. These financial statements and other financial information have been audited by other auditors whose report has been furnished to us, and our opinion is based solely on the report of other auditors.

We did not audit the financial statement of three Joint Venture Entities, Whose financial statement reflects total asset of Rs.36,85,93,683/- as at 31st March 2011, the total net profit of Rs. 12,99,837/- for the year then ended. These financial statements and other financial information have been audited by other auditors whose report has been furnished to us, and our opinion is based solely on the report of other auditors.

The financial statement of two Joint ventures , whose financial statement reflected the total assets of Rs.58,08,68,042/- as at March 31,2011 and net profit of Rs. 2,09,65,543/-for the year ended on that date are not audited as of the date of this audit report and have been included in the consolidated Financial Statements.

The financial statements of three associates for the year ended march 31,2011 are not audited as of the date of this report and share of profit/ loss (net) Loss of Rs.82,62,736/- has been considered in the profit and loss account based on such un audited statement of accounts.

We report that the Consolidated Financial Statements have been prepared by the Company's management in accordance with the requirements of Accounting Standard (AS) 21, " Consolidated Financial Statements", Accounting Standard (AS) 23, "Accounting fo investment in Associates" and Accounting Standard (AS) 27, "Financial reporting of Interest in Joint Ventures" issued by the Institute of Chartered Accountant of India.

Based on the audit and on the consideration of report of other auditor and to the best of our information and according to the explanations given to us the said Consolidated Balance Sheet, Profit and Loss Account and Cash Flow Statement read together with the notes thereon give a true and fair view in conformity with the accounting principles generally accepted in India :

- i. In the case of Balance Sheet, of the State of affairs of the Group as at 31st March, 2011;
- II. in the case Profit and Loss Account, of the Profit of the Group for the year ended on that date; and
- III. In the case of Consolidated Cash Flow Statement, of the cash flows of the Group for the year ended on that date.

For Anand Mehta & Associates

CHARTERED ACCOUNTANTS

Firm Registration No. 127305W

Kusal Goawala

PARTNER

MEMBERSHIP NO. 039062

Pune : Dated May 14, 2011

