

# THE BRITHWAITE BURN AND JESSOP CONSTRUCTION COMPANY LIMITED

## BOARD OF DIRECTORS

Chairman	Shri S. Baul Shri Kallol Datta	(Upto 01.03.2013) (From 01.03.2013)
Managing Director	Shri S. Baul Shri Kallol Datta	(Upto 01.03.2013) (From 01.03.2013)
Directors	Shri M. K. Singh Shri Rakesh Chopra Shri Manjit Kumar	(Upto 17.01.2013) (From 29.10.2012) (From 21.08.2012)
Auditor	S. K. Basu & Co. Chartered Accountants	
Solicitor	Fox & Mondal Kolkata  Sandersons & Morgans Kolkata	
Bankers	State Bank of India Canara Bank HDFC Bank	
Registered Office	27, R. N. Mukherjee Road Kolkata – 700 001.	

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**THE BRAITHWAITE BURN & JESSOP CONSTRUCTION COMPANY LIMITED**

**TEN YEARS' DIGEST**

Sl. No.	PARTICULARS	2012-13.	2011-12.	2010-11.	2009-10.	2008-09.	2007-08.	2006-07	2005-06	2004 - 05	2003 - 04
1	Gross Production	30210.69	19914.29	14650.85	8255.97	6810.91	8771.54	8016.87	5789.15	3828.99	2657.60
2	Billable Production (BV)	30210.69	19914.29	14650.85	8255.97	6511.91	7947.96	7299.62	5789.15	3828.99	2657.60
3	Sales (Gross).	30221.01	20032.68	15260.46	7790.08	5978.96	8528.33	6780.79	5500.44	4249.78	2838.12
	- Out of which Exports (incl.Deemed)	0.00	0.00	0.00	0.00	6.08	28.13	0.00	0.00	0.00	0.00
4	Other Income	470.79	316.83	80.22	164.68	220.62	142.17	77.36	135.39	269.77	102.04
5	Gross Earnings/Outturn.	30681.48	20231.12	14731.07	8420.65	6732.53	8090.13	7376.98	5924.54	4098.76	2759.64
6	Consumption of materials, stores (Including Sub-contracting expenses.)	19858.06	15714.61	11694.38	6130.61	4602.84	5778.15	5736.58	4826.29	3317.73	1999.49
7	Employment Cost	2010.66	1584.40	1048.30	850.11	768.47	835.34	605.04	500.59	454.22	460.30
8	Power & Fuel	288.06	204.76	109.91	67.46	89.28	113.91	64.85	35.89	18.71	28.29
9	Cost of Sales	24657.69	19524.80	14587.36	7365.94	5789.28	8363.67	6617.20	5516.79	4444.00	2902.46
10	Operating Profit/ (Loss)- PBDIT,EOI, Provision & Prior Period.	6034.11	824.71	753.32	588.82	410.30	306.83	240.95	119.04	75.55	37.70
11	Interest										
	-- Govt.	42.42	47.55	44.00	42.51	0.00	0.00	0.00	0.00	0.00	268.55
	-- Bank & Others	3.23	46.30	46.09	28.46	17.64	38.57	37.16	14.02	5.93	590.92
12	Depreciation	117.92	118.37	108.02	71.58	34.00	20.42	21.66	17.46	16.50	18.91
13	Net Profit / (Loss) before Tax-- PBT.	5837.54	595.96	449.07	332.49	286.70	184.37	138.88	53.99	33.10	(2429.78)
14	Provision for Tax	1629.34	119.24	89.50	56.51	33.52	21.98	16.48	5.02	0.00	0.00
15	Net Profit / (Loss) after Tax-- PAT.	4208.20	476.72	359.57	275.98	253.18	162.39	122.40	48.97	33.10	(2429.78)
16	Proposed Dividend (incl Tax on Dividend)	474.18	11.62	5.83	5.83	0.00	0.00	0.00	0.00	0.00	0.00
17	Cash Generation	4326.12	595.09	467.59	347.56	287.18	182.81	144.06	66.43	49.60	(2410.87)
18	Gross Block ( including CWIP )	1745.56	1706.54	1542.67	1258.36	970.00	840.99	740.48	663.06	604.92	713.90
19	Net Block (including CWIP)	782.40	861.30	815.80	641.01	419.76	322.70	242.57	186.63	98.35	113.00
20	Sundry Debtors	6181.32	1218.25	4083.37	2617.22	2178.43	1762.59	2623.84	1700.95	1168.69	1336.12
21	Inventory	1930.45	2097.92	3443.69	2388.52	1953.30	1894.99	1849.16	1388.05	1313.72	1002.70
22	Share Capital (Incl. Pending allotment)	2026.50	2026.50	2026.50	2026.50	2026.50	1851.50	1701.50	1701.50	1601.50	213.50
23	Reserves & Surplus(Incl.accumulated loss)	4718.98	984.96	519.86	166.12	(104.03)	(357.21)	(519.60)	(642.00)	(690.97)	(3072.66)
24	Long Term Loans	1668.47	1626.69	1581.87	1574.71	1536.19	1343.74	1327.89	1314.62	1214.62	5645.21
25	Short Term Loans ( incl.Cash Credit)	150.29	32.91	1123.46	772.79	233.30	220.34	857.90	227.45	241.71	30.00
26	Working Capital	7781.38	3809.30	4435.29	3898.51	3271.60	2735.07	3092.22	2346.64	2267.91	2732.45
27	Capital Employed	8564.24	4671.06	5251.69	4540.12	3691.96	3058.37	3367.69	2601.57	2366.86	2846.05
28	Net Worth	6745.48	3011.46	2546.36	2192.62	1922.47	1494.29	1181.90	1059.50	910.53	(2859.16)
29	Capital Expenditure	39.03	163.87	282.81	292.83	131.06	100.55	77.60	105.74	1.85	4.46
30	No. of Employees	101	101	99	98	93	93	93	91	91	93
31	Value Added	10535.36	4311.75	2926.78	2222.58	2040.41	2198.07	1575.55	1062.36	762.32	731.86
32	Value Added per Employee	104.31	42.69	29.56	22.68	21.94	23.64	16.94	11.67	8.38	7.87
33	Value Added per Rupee of Wages	5.24	2.72	2.79	2.61	2.66	2.63	2.60	2.12	1.68	1.59
34	Contribution to Exchequer (National & State)	1590.84	1009.59	628.65	219.10	152.05	303.95	198.92	140.44	63.36	23.29
35	Expenditure on Corporate Social Responsibilities (CSR)	0.00	2.20	1.36	1.56						
36	Expenditure on R & D.										
	<b>RATIOS:-</b>										
37	Material Consumtion to BV Prodn (%)	65.73	78.91	79.82	74.26	70.68	72.70	78.59	83.37	86.65	75.24
38	Employment cost to Sales ( % )	6.65	7.91	6.87	10.91	12.85	9.79	8.92	9.10	10.69	16.22
39	PBDIT to Capital Employed (%)	70.46	17.66	14.34	12.97	11.11	10.03	7.15	4.58	3.19	1.32
40	PBDIT to Gross Block (%)	345.68	48.33	48.83	46.79	42.30	36.48	32.54	17.95	12.49	5.28
41	Net Profit to Sales ( % )	13.92	2.38	2.36	3.54	4.23	1.90	1.81	0.89	0.78	(85.61)
42	Net Profit to Net Worth ( % )	62.39	15.83	14.12	12.59	13.17	10.87	10.36	4.62	3.64	-
43	Current Ratio	1.56	1.56	1.56	1.52	1.72	1.60	1.69	1.62	1.90	2.53
44	Inventory Turnover Ratio (No of days)	29	39	86	118	123	83	102	92	108	126
45	Sundry Debtors Turnover (No. of days)	75	22	98	123	133	75	141	113	100	172

**THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION COMPANY LIMITED**

**FINANCIAL POSITION AT A GLANCE**

(` in lacs.)

	<u>2012 - 13</u>	<u>2011 - 12</u>	<u>2010 - 11</u>
<b>FUND FLOW STATEMENT</b>			
<b>SOURCES :</b>			
Funds from operation :			
Net Profit	4208.20	476.72	359.57
Add : Depreciation	<u>117.92</u>	<u>118.37</u>	<u>109.52</u>
	4326.12	595.09	469.09
Increase in Bank Borrowings	117.38	0.00	350.67
Increase in GOI Loans/Accrued intt.	41.78	44.82	7.16
Decrease in Working Capital	0.00	625.98	0.00
Decrease in Investment	0.00	0.14	0.00
	<b><u>4485.28</u></b>	<b><u>1266.03</u></b>	<b><u>826.92</u></b>
<b>USES :</b>			
Net Loss	-	-	-
Increase in Gross Block ( net of adjustment )	39.03	163.86	284.31
Investment in Capital Work-in-Progress	0.00	0.00	0.00
Decrease in Bank Borrowings	0.00	1090.55	0.00
Financial Restructuring :-			
Decrease in Loan	-	-	-
Increase in Share Capital	-	-	-
Other Adjustment ( net )	-	-	-
Increase in Working Capital	3972.07	0.00	536.78
Adjustment for Deferred Revenue Expenditure	0.00	0.00	0.00
Dividend Paid (including Tax)	474.18	11.62	5.83
	<b><u>4485.28</u></b>	<b><u>1266.03</u></b>	<b><u>826.92</u></b>
<b>POSITION OF WORKING CAPITAL</b>			
Inventories	1930.45	2097.92	3443.69
Sundry Debtors	6181.32	1218.25	4083.37
Cash & Bank Balances	5003.87	3503.90	2105.10
Loans & Advances	786.75	1584.96	1331.17
Other Current Assets	<u>1471.27</u>	<u>1420.82</u>	<u>1354.47</u>
<b>Total Current Assets ( A )</b>	<b>15373.66</b>	<b>9825.85</b>	<b>12317.80</b>
Sundry Creditors	6522.44	5413.92	7007.56
Other Liabilities & Provisions	<u>1069.84</u>	<u>602.62</u>	<u>874.95</u>
<b>Total Current Liabilities ( B )</b>	<b><u>7592.28</u></b>	<b><u>6016.54</u></b>	<b><u>7882.51</u></b>
<b>Working Capital ( A - B )</b>	<b>7781.38</b>	<b>3809.31</b>	<b>4435.29</b>
<b>Increase / ( Decrease ) in Working Capital</b>	<b>3972.07</b>	<b>(625.98)</b>	<b>536.78</b>

## THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION COMPANY LIMITED

### FINANCIAL POSITION AT A GLANCE

( in lacs.)

	<u>2012 - 13</u>	<u>2011 - 12</u>	<u>2010 - 11</u>
<b>STATEMENT OF SHAREHOLDERS' FUND</b>			
<b>Fixed Assets :</b>			
Gross Block	1745.56	1706.54	1542.67
Less : Depreciation	<u>963.16</u>	<u>845.25</u>	<u>726.87</u>
Net Block	782.40	861.29	815.80
Capital Work-in-Progress	0.00	0.00	0.00
Investments	0.46	0.46	0.60
Current Assets,Loans and Advances	15373.66	9825.85	12317.8
Unadjusted Misc. Expnd.	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<b>Total Assets</b>	<b>16156.52</b>	<b>10687.60</b>	<b>13134.20</b>
Less :			
Secured Loans	150.29	32.91	1123.46
Unsecured Loans (Incl. Zero Rate Debentures)	1668.47	1626.69	1581.87
Current Liabilities and Provisions	<u>7592.28</u>	<u>6016.54</u>	<u>7882.51</u>
	<u>9411.04</u>	<u>7676.14</u>	<u>10587.84</u>
<b>Shareholders' Fund</b>	<b><u>6745.48</u></b>	<b><u>3011.46</u></b>	<b><u>2546.36</u></b>

### STATEMENT OF OUTPUTS AND INPUTS

<b>Outputs :</b>			
Sales	30221.01	20032.68	15260.46
Other Revenue	470.79	316.83	80.22
Accretion/(Decretion) to Work-in -pr	<u>(10.32)</u>	<u>(118.39)</u>	<u>(609.61)</u>
	30681.48	20231.12	14731.07
Less :			
<b>Inputs :</b>			
Consumption of Raw materials, Stores, Spare parts etc.	9622.27	6978.48	5053.90
Manufacturing & Other expenses	12726.38	10638.79	7765.64
Employees' Remuneration	2010.66	1584.40	1048.30
Power & Fuel	288.06	204.76	109.91
Financial Charges	45.65	93.85	90.09
Depreciation	117.92	118.37	108.02
Prior Period Adjustment	33.00	16.51	18.76
Extra Ordinary Items	<u>0.00</u>	<u>0.00</u>	<u>87.38</u>
	24843.94	19635.16	14282.00
<b>Profit / ( Loss ) before Tax</b>	<b>5837.54</b>	<b>595.96</b>	<b>449.07</b>

# THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION COMPANY LIMITED

## FINANCIAL POSITION AT A GLANCE

( in lacs.)

	<u>2012 - 13</u>	<u>2011 - 12</u>	<u>2010 - 11</u>			
<b>VALUE ADDED STATEMENT</b>						
Sales	30221.01	20032.68	15260.46			
Add : ( I ) Other Revenue	470.79	316.83	80.22			
( ii ) Accretion / ( Decretion ) in Work - in - Progress	<u>(10.32)</u>	<u>(118.39)</u>	<u>(609.61)</u>			
	30681.48	20231.12	14731.07			
Less : ( I ) Direct Materials	9259.77	6538.07	4655.51			
( ii ) Manufacturing and other Direct Expenses	10235.79	8736.13	6640.49			
( iii ) Stores, Spare Parts & Loose Tool	362.50	440.41	398.39			
( iv ) Power & Fuel	<u>288.06</u>	<u>204.76</u>	<u>109.91</u>			
	20146.12	15919.37	11804.30			
<b>VALUE ADDED</b>	<b>10535.36</b>	<b>4311.75</b>	<b>2926.77</b>			
	<u>%</u>	<u>%</u>	<u>%</u>			
<b>Expenses :</b>						
<b>Towards Operation :</b>						
( i ) Salaries, Wages & Other Benefits to Employees	19.08	2010.66	36.75	1584.40	35.82	1048.30
( ii ) Other Operating Costs ( including Prior Period Expenses, Extra Ordinary Items )	23.95	2523.59	44.51	1919.17	42.07	1231.29
<b>Towards Financing :</b>						
( iii ) Interest on Borrowings	0.43	45.65	2.18	93.85	3.08	90.09
<b>Others :</b>						
( iv ) Depreciation	1.12	117.92	2.75	118.37	3.69	108.02
( v ) Provision for Taxes	15.47	1629.34	2.77	119.24	3.06	89.50
Add : Profit / ( Loss )	39.94	4208.20	11.06	476.72	12.29	359.57
<b>TOTAL</b>	<b>100.00</b>	<b>10535.36</b>	<b>100.00</b>	<b>4311.75</b>	<b>100.00</b>	<b>2926.77</b>

## SHORT - TERM SOLVENCY

The percentage of Current Assets to Current liabilities ( including provisions ) which is a measure of short - term solvency has been increased from 156.27 in 2010-11 to 163.31 in 2011-12 and has been further increased to 202.49 in 2012-13.

# THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION COMPANY LIMITED

## Directors' Report

To

### The Shareholders

It gives your Directors immense pleasure in presenting the 78<sup>th</sup> Annual Report on the Company's Operation and Performance together with Audited Accounts for the financial year ended 31<sup>st</sup> March, 2013.

### 2.0 HIGHLIGHT

2.1 The year that went by had been critical to the economy . A midst of looming risk with multiple concern of Inflation with consequential Rupee Depreciation and volatility of Stock and Money Market contributed slowing down of Economy. Price elevation of consumables and dearth in the supply volume are primarily the signs of over heating of economy for year 2012-2013. Time tested Policy of the Govt , however helped our economy to weather all perils and to remain firm with promised rate of growth contributing to the national excellence with pride and glory .

With all the vital imperatives , your Company in turn with its limited means, could maintain its highest ever growth momentum both in terms of Sales Turn Over and Profitability even in the year of multiple crisis . With ambitious plan at the anvil, your Company is committed to surge ahead in quest for further development during the 12<sup>th</sup> Plan Period.

Excellence in executions of Contract continued to be a core area of your Company . During the year , your company was successful in securing commendable progress in execution of a number of ongoing Projects. Besides achieving significant progress in execution and commissioning of technically challenging Bridge contract for Ganga Bridge in Munger under the supervision of sincere and talented team of engineers, your Company has been successful in execution of Mumbai Metro Rail Project, a mark of engineering excellence and Kathjodi Bridge Project in the state of Orissa with no time and Cost Over-run . Your Company expects to get further Order of the like nature in the near future from these Clients . Execution of Jaldhaka - Torsha Bridge although remained in progress would add to a new mark for your Company .

Your Company completed yet another year of excellent performance. The Gross earnings of your company for the year ended 31<sup>st</sup> March,2013 stood at Rs 30,377.13 Lakhs as against Rs 19,985.27 Lakhs in the corresponding previous year recording substantial rate of growth than envisaged by the Company for the year under review .

During the year , the company achieved Gross Profit of Rs 5640.98 lakhs before charging Interest, Prior Period Charges, Extra-Ordinary Items, Tax and Depreciation. Net Profit (after Tax) stood at Rs 4257.34 Lakhs only during the year is indeed a touch stone for your Company's crossing the MOU target set for the year under review so also for earlier years . It was another success for Your Company to maintain impressive growth rate over previous year with Post Tax Net Profit of Rs 4257.34 Lakhs earned over the last years .

### 3.0 FINANCIAL PERFORMANCE

3.01 A summary of Financial Performance of the company for the financial year 2012-2013 vis-à-vis 2011-2012 is given below:-

<u>PARTICULARS</u>	<u>2012-2013</u>	<u>2011-2012</u>	(Rs. in Lakhs)
Total Revenue	30,377.13	19,985.27	
Gross Margin	6034.11	824.69	
Depreciation	117.92	118.37	
GOI and other Interest	45.65	93.85	
Prior Period Adjustment	33.00	16.51	
Net Profit Before Tax	5837.54	595.96	
Provisions for Current Tax	1629.34	119.24	
Net Profit After Tax	4208.20	476.72	

## 4.0 FINANCIAL AND CAPITAL STRUCTURE

4.1 The capital structure of the Company as on 31<sup>st</sup> March,2013 compared to the previous year is indicated below:-

PARTICULARS	(Rs.in lakhs)	
	As on 31-3-2013	As on 31-3-2012
Authorized capital	3000.00	3000.00
• <b>Shareholders Fund</b>		
Share Capital ( <b>Issued and Subscribed</b> )	<b>2026.50</b>	2026.50
Reserves & surplus	<b>4718.98</b>	984.96
• <b>Non Current Liabilities</b>		
Long Term Borrowings	<b>914.62</b>	1034 .62
Other Long Term Liabilities	<b>16.57</b>	15.93
Long Term Provisions	<b>15.65</b>	25.18
• <b>Current Liabilities</b>		
Short Term Borrowings	<b>904.14</b>	624.98
Trade Payables	<b>6522.44</b>	5413.92
Other Current Liabilities	<b>450.43</b>	424.36
Short Term Provisions	<b>587.19</b>	137.15
<b>TOTAL:</b>	<b>16,156.52</b>	10,687.60
<b>Represented by:</b>		
• <b>Non Current Assets</b>		
Fixed assets (Net)		
Tangible Assets	<b>782.09</b>	860.77
Intangible Assets	<b>0.31</b>	0.52
Non Current Investment	<b>0.46</b>	0.46
• <b>Current assets</b>	<b>15,373.66</b>	<b>9825.85</b>
<b>TOTAL:</b>	<b>16,156.52</b>	10,687.60

## DIVIDEND

4.2 Your Company having been marked as 'Dividend Paying PSU' for last three years, has been in great pleasure to increase the rate of Dividend @ 20% to Rs Rs 405.30 Lakhs compared to Rs 10.00 Lakhs in the last year . The Board of Directors of your Company at it's 123<sup>RD</sup> Meeting held on September 19, 2013 has recommended for declaration of dividend at the rate aforesaid on the Paid up Capital of the Company as on 31-03-2013 subject to your approval of the same in the ensuing Annual General Meeting and compliance of the provisions of the Companies Act 1956 and the Rules made there under .

## 5.0 ORDER BOOK

The Orders in hand as on 31-03-2013 stood at Rs 356.51 Crores . During the year, under review orders worth Rs. 299.06 Crores were executed and Billed. Steps have been taken to further improve the order Book for the year 2013-2014

## 6.0 DIVERSIFICATION & FUTURE OUT LOOK

6.1 In concerted move for diversification , few important steps were taken by your Company which inter-alia includes related area of Civil projects of varied nature and other Construction Projects . Your Company with it's limited means participated Construction of Buildings, Drainage Work and infrastructure work etc with the Govt and/or Statutory Corporations and the move was successful as it made significant contribution to the bottom line and Profitability of your Company .

6.2 Your Company is continuously moving for further diversification and relentless efforts are put in to secure other allied job of Civil nature following the track record of it's past performance in the similar line . Completion of Civil job in hand ahead of the schedule being a note of achievement, your Company expects to get more Orders in days to come with greater value addition and to re-structure the Brand image for your Company .

Upon direction of the Govt , your Company together with PSU in Construction line has jointly participated in the Railways Tender of High Value to explore the benefit of techno-economic synergy amongst the Companies through MOU process . Besides being technically compatible, the process would in course of time become beneficial for the Companies and the consortium as well to forge ahead with value addition .

6.3 In further move to the process of diversification , your company has taken stride in developing various Infrastructure Projects under Railways so also under the State Govt. The exposure of your Company in this direction would go a long way to secure more Projects .

## **7.0 HUMAN RESOURCES**

Industrial Relation being a life line of your Company, remained peaceful and cordial during the year under review.

Employee Value Addition and enrichment of ethical standards being the core area of concern , your Company encouraged employee welfare activities for development of Intrinsic values and to build a bond with your Company in the way of work with mutual participation and reciprocal understanding . In the process, Training in various areas and skill was imparted to the employees to keep them abreast with the sweeping change in technologies and skill up-gradation .

## **8.0 CORPORATE GOVERNANCE:**

With the adoption of DPE - Corporate Governance Guidelines by the Board, your Company is striving to secure higher degrees of accountability, transparency , responsibility and fairness in all aspects of operations and functions.

DPE - Corporate Governance Guidelines are being followed by your Company with all it's commitments , writs and principles in pursuit of excellence in Business Plan and strategic decision making process to enhance shareholders value ,growth and good Governance .

The information stipulated under Corporate Governance Guidelines is given in the Annexure and form part of the Report .

### **8.01 AUDIT COMMITTEE:**

Your Company , in pursuit of excellence in the procedure and compliance of Audit standard and as a part of Corporate Governance process, continue to hold Meeting of Audit Committee regularly to ensure transparency, accountability, integrity and ensure compliance of various laws.

The said Audit Committee in the process met four times during the year to review. The Internal Audit Plan, Internal control mechanism and Issues of financial and operational system are made more structured to take on to all kinds of future challenges with dare and solidarity in keeping with the writs of the Companies Act 1956.

### **8.02 : ENVIRONMENT AND POLLUTION CONTROL**

Being a core area , Environment and Pollution Control was given a major thrust during the year under review. Besides periodical check, system has been made in operation to monitor the level of Carbon and emission of other gases from the Plants in use at various Production Sites. The emission level in Carbon stands minimized through adoption of better know- how and technologies available.

The move taken by your Company was noteworthy as during the course of the year no Notice or Show Cause was ever received from the Authorities or Regulators alleging non compliance of relevant Laws and lead your Company to remain eco-friendly to the Community and it's people at large .

## **9.0: CORPORATE SOCIAL RESPONSIBILITIES**

- Your Company remained committed , pro-active and compliant in the area of Corporate Social Responsibilities . During the financial year under review , actions were taken to identify the projects. Execution, though initiated, could not be completed within the FY 2012 – 13. However, such projects have been completed in the current year and the amount earmarked for CSR for 2012 – 13 is being spent.



- Your Company being visionary , and responsive further committed to the instructions of the Govt in this direction and expects to increase it's voluntary activities in the other area with in the means available in the years to come In repaying it's commitment to the society for social well being .

### **9.01: ENCOURAGEMENT / ASSISTANCE TO MSME:**

In accordance with Govt Guidelines, your Company has been procuring items from MSME's like pevious years. Aids and Supports by whatever name called were extended to the Social Welfare Organisations through selective sourcing / procurement of materials and services from them in need in phased manner.

### **10.0: CONSERVATION OF ENERGY AND TECHNOLOGY**

By means of a laid down Energy Policy, your Company has taken policy initiative for conservation of Energy through newer and improved means . Regular maintenance of Plants at Site and periodical overhauling of other operational equipments received perpetual attention through improved process and maintenance practices. Amongst others, reduction of fuel consumption and corresponding enhancement of fuel efficiency received impetus to recon with .

The information stipulated under Section 217(1)(e) of the Companies Act 1956 read with The Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 is given in the Annexure and form part of the Report .

### **11.0: FOREIGN EXCHANGE EARNINGS AND OUTGO**

The additional information on Foreign Exchange earnings and out go stipulated Under Section 217 (1)(e) of the Companies Act,1956 is set out in the annexed statement and forms part of this report..

### **12.0 VIGILANCE**

During the year under review, vigilance activities were managed effectively under supervision of Bharat Bhari Udyog Nigam Limited, the holding company.

### **13.0 REPORT OF THE STATUTORY AUDITORS & COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA ON THE ACCOUNTS OF 2010-2011**

#### **AUDITORS**

13.01 M/s. S.K.Basu & Co., Chartered Accountants, Kolkata were appointed as Statutory Auditors of the Company for the year 2012-2013 by the Comptroller and Auditor General of India as per provision of Section 619(2) of the Companies Act,1956.

13.02 The Report of the Statutory Auditors on the Accounts for the year 2012-2013 are self explanatory and have been adequately explained along with the notes on accounts.

13.03 The Comptroller & Auditor General of India has conducted Supplementary Audit under Section 619(3)(b) of the Companies Act 1956 on the Financial Statement of the Company for the year ended March 31, 2013 and offered no comments upon or supplementary to Statutory Auditors Report under Section 619(4) of the Companies Act 1956 .The letter dated November 11, 2013 received from them is annexed to this Report.

#### **13.04 REPLIES TO THE REPORT OF THE STATUTORY AUDITORS**

During the financial year 2012-2013, no provisions was made by your Company for loss as there was no loss making contract nor was there any expectancy for sustainable loss on the existing contracts . Provisions would however be made in future as required under AS-7 in deserving cases and/or for contracts incurring loss by your Company .

### **14.0 PARTICULARS OF EMPLOYEES U/S 217 OF THE COMPANIES ACT,1956 & DIRECTORS' RESPONSIBILITY STATEMENT**

None of the employees are covered by the provisions of Section 217 (2A) of the Companies Act,1956.

## **14.0: DIRECTORS RESPONSIBILITY STATEMENT**

14.01 Pursuant to Section 217(2AA) of the Companies Act,1956 and on the basis of explanation and information given by the executives of the Company and on the basis of discussion with the Statutory Auditors, your Directors subscribed to the Directors Responsibility Statement and declare that:

(1) ...in preparation of the Annual Accounts the applicable Accounting standards had been followed along with proper explanation relating to material departures.

(2) ...the Directors had selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the company at the end of the Financial Year 2010-2011 and the Profit & Loss Account for the said period.

(3) ...the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company, and for preventing and detecting fraud and other irregularities.

(4) ...the annual accounts had been prepared on going concern basis.

## **15.0: IMPLEMENTATION OF RAJBHASHA**

The implementation of Rajbhasha through different in house programmes remained to be the core area. Besides few programmes, efforts were taken by your company to do more in the coming year.

## **16.0 : BOARD OF DIRECTORS**

Shri S.Baul , Continued to be the Managing Director of your Company till February 2013 and upon his superannuation , Shri Kallol Datta Chairman & Managing Director , Andrew Yule & Co Ltd ( A Govt of India Enterprises) Kolkata has taken over the charge of MD effective from March 01, 2013 by Order of the Govt.

Sri Rakesh Chopra, Former Member(Engg) Railway Board has been appointed as Part-Time Non Official Director in the Board of your Company effective from 29-10-2012 along with Sri M.K.Singh , Director (Project Management ) Bridge & Roof Company India Ltd ( A Govt of India Undertaking) Kolkata effective from 17-01-2013 by Order of the Department of Heavy Industries , Govt of India .

Shri Manjit Kumar DY. Secretary, Department of Heavy Industries, Ministry of Heavy Industries and Public Enterprises, Govt. of India was appointed as Director effective from 21-08-2012 by Order of the Govt vice Shri Shashank Goel , Joint Secretary , ceased to be Director effective from the relevant date .

Consequent upon superannuation, Shri Neeraj Mishra , Director (Technical) BBUNL ceased to be Director in the Board of your Company effective from September 30, 2012

## **17.0 : ACKNOWLEDGEMENT**

17.01 Your Directors wish to place on record their gratitude and sincere thanks to the various Ministries of the Govt. of India, particularly, the Department of Heavy Industry, Ministry of Heavy Industries and Public Enterprises, Indian Railways, Kolkata Port Trust , Rail Vikash Nigam Ltd and Govt. of West Bengal, Canara Bank, State Bank of India and HDFC Bank and other Banks for their continued co-operation and valuable assistance provided to the company.

17.02 Your Directors wish to place on record their appreciation of the continued support and guidance provided by Bharat Bhari Udyog Nigam Ltd., the holding company.

17.03 Your Directors are happy to acknowledge the co-operation and commitments of all employees and their contribution in improving the performance of your company. Their unstinted support has been and continues to be integral to your Company's ongoing success and holding its premier position in the field of Bridge Construction Industry at the national level.

For and on behalf of the Board of Directors

(Kallol Datta)  
**Chairman**

**Dated: September 16, 2013**

## **ANNEXURE TO THE DIRECTORS' REPORT**

Information pursuant to section 217(1)(e) of the Companies Act,1956 read with Rule 2 of the Companies (Disclosure of Particulars in the report of Board of Directors) Rules 1988 and forming part of the Directors' Report for the year ended March 31, 2013.

### **A. CONSERVATION OF ENERGY:**

- |  |   |
|--|---|
| (a) Energy Conservation measures taken:  | (a)The Company has framed Energy Conservation Policy. The Policy ensures Regular and Preventive maintenance of Plants & Equipments at Sites. The Policy is reviewed at periodical interval at the Corporate level |
| (b) Additional investment and proposals, if any being implemented for reduction of consumption of energy:                                      | (b)Nil  |
| (c) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods : | (c)Adoption of measures stated under a above was responsive as it contributed overall savings in the energy cost of the Company at relevant point of time.  |

### **B. TECHNOLOGY ABSORPTION**

(a)Your company was certified as a ISO 9001: 2008 company in respect of site Fabrication and Erection of Steel Bridges.

#### **(b) EXPENDITURE ON R&D**

	Current Year <u>Rs.Lakhs</u>	Previous Year <u>Rs.Lakhs</u>
Capital	Nil	Nil
Revenue	Nil	Nil

### **C. FOREIGN EXCHANGE EARNINGS AND OUTGO:**

	Current Year <u>Rs.Lakhs</u>	Previous Year <u>Rs.Lakhs</u>
Earnings on account of exports etc.	Nil	Nil
Outgo on account of Travelling, etc.	0.48	Nil

## **ANNEXURE TO THE DIRECTORS' REPORT**

### **• REPORT ON CORPORATE GOVERNANCE :**

This Report is in accordance with the Guidelines on Corporate Governance for Central Public Sector Enterprises issued by the Govt Of India , Ministry of Heavy Industries and Public Enterprises , Department of Heavy Industry in May 2010

<b>Company's Philosophy on Guidelines on Corporate Governance</b>	<p>The Company's Philosophy on Corporate Governance is aimed at : Enhancing long term Shareholders value and Company's wealth generating capacity through</p> <ul style="list-style-type: none"> <li>• Assisting top Management in taking sound business decisions and prudent Financial Management</li> <li>• Achieving transparency and professionalism in all decisions and activities of the Company</li> <li>• Adhering to Compliances of disclosure requirement</li> <li>• Achieving excellence in Corporate Governance by : <ol style="list-style-type: none"> <li>1. conforming to the prevalent guidelines on Corporate Governance and excelling in wherever possible</li> <li>2. Setting high ethical standards in conduct of business complying with laws and regulations</li> <li>3. Reviewing periodically the existing system and controls for further improvements</li> </ol> </li> </ul>																									
<b>Board of Directors</b>	<p>All Directors of the Board of the Company are appointed by the President of India . The total numbers of Directors on the Board of the Company are given hereunder . Reference has been made to the Govt for appointment of Directors to bring the Board in line with the Govt Guidelines for Corporate Governance.</p>																									
<b>Board Composition</b>	<table border="1"> <thead> <tr> <th>Numbers of Directors</th> <th>Name</th> </tr> </thead> <tbody> <tr> <td></td> <td> <b>Shri S.Baul ,</b>  Managing Director  Director &amp; Ex-Officio Chairman  Chairman &amp; Managing Director  Bharat Bhari Udyog Nigam Limited ( A Govt of India Undertaking)  (Up to Feb. 28, 2013 )  <b>Shri Kallol Datta</b>  Chairman &amp; Managing Director – Andrew Yule &amp; Co Ltd ( A Govt of India Enterprise)  (From March 01, 2013) </td> </tr> <tr> <td></td> <td> <b>Shri Shashank Goel</b>  Joint Secretary – DHI , Govt Nominee  (Up to 20-08-2012)  <b>Shri M,anjit Kumar</b>  DY. Secretary – DHI , Govt Nominee  (From 21-08-2012) </td> </tr> <tr> <td></td> <td> <b>Shri Neeraj Mishra , Director</b>  ( Up to September 30, 2012 ) </td> </tr> <tr> <td></td> <td> <b>Shri Rakesh Chopra</b>  Director - Independent Director –Appointed by Govt (From 29-10-2012 ) </td> </tr> <tr> <td></td> <td> <b>Shri M.K.Singh</b>  Director - Appointed by Govt (From 30-03-2013 ) </td> </tr> </tbody> </table>	Numbers of Directors	Name		<b>Shri S.Baul ,</b> Managing Director Director & Ex-Officio Chairman Chairman & Managing Director Bharat Bhari Udyog Nigam Limited ( A Govt of India Undertaking) (Up to Feb. 28, 2013 ) <b>Shri Kallol Datta</b> Chairman & Managing Director – Andrew Yule & Co Ltd ( A Govt of India Enterprise) (From March 01, 2013)		<b>Shri Shashank Goel</b> Joint Secretary – DHI , Govt Nominee (Up to 20-08-2012) <b>Shri M,anjit Kumar</b> DY. Secretary – DHI , Govt Nominee (From 21-08-2012)		<b>Shri Neeraj Mishra , Director</b> ( Up to September 30, 2012 )		<b>Shri Rakesh Chopra</b> Director - Independent Director –Appointed by Govt (From 29-10-2012 )		<b>Shri M.K.Singh</b> Director - Appointed by Govt (From 30-03-2013 )													
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Shri Kallol Datta	01	01	No																							
Shri Shashank Goel	01	01	No																							

	Shri Manjit Kumar	04	04	On Proxy
	Sri Neeraj Mishra	03	03	Yes
	Shri Rakesh Chopra	Nil	Nil	No
<b>Committee of Board of Directors</b>	The Board has only Audit Committee for the time being . The details of such Committee are as under			
<b>Audit Committee</b>	Role and the Terms of Reference :	<ul style="list-style-type: none"> <li>To attend to the Matters specified under para 4.2 of the Guideline on Corporate Governance for Public Enterprises.</li> <li>To act as link between the Management ,the Statutory and Internal Auditors and the Board of Directors</li> <li>To assesses financial reporting system</li> </ul>		
<b>Composition , Board Meetings &amp; Attendance</b>	Name of Directors		Meeting attended - 2012-2013	
	Shri S.Baul ,		Meeting held -05	Attended - 04
	Shri Shashank Goel		Meeting held -05	Attended - 01
	Shri Neeraj Mishra		Meeting held -05	Attended - 03
	Shri Manjit Kumar		Meeting held -05	Attended - 04
	Shri Rakesh Chopra		Meeting held - 05	Attended - Nil
<b>Code of Conduct</b>	The Draft Code of Conduct for Members of the Board and Senior Management as laid down is under process of compilation & Implementation			
<b>General Body Meetings</b>  <b>Particulars of last three Annual General Meetings</b>	<b>Fin Year</b>	<b>Date</b>	<b>Time&amp; Venue</b>	<b>Special Res</b>
	2009-2010	Dec 10, 2010	11:00 Hours BBUNL , Alipore Kolkata	Nil
	2010-2011	Sept.23, 2011	12:30 Hours BBUNL , Alipore Kolkata	Nil
	2011-2012	Sept. 24, 2012	12:30 Hours BBUNLAlipore Kolkata	Nil
<b>Annual General Meeting – 2013</b>	78 <sup>th</sup> Annual General Meeting of the Members of the Company is scheduled on November 27, 2013 for which extension of time for holding the said meeting beyond September 30, 2013 has been obtained from Registrar of Companies as required under the Companies Act 1956.			
<b>Disclosures</b>	Transactions of material nature with Directors or their relatives that may have potential conflict with the Interest of the Company	Nil		
	Related Party Transactions (AS 18)	Disclosed under Clause 13 of Note 31 attached to Accounts for the year ended March 31, 2013		
	Details of non-compliances by Company or strictures imposed on it	NIL		
	Whistle Blower Policy and affirmation that no personnel has been denied access to Audit Committee	The Company being not listed , does not have Whistle Blower Policy. Albeit none was denied access to Audit Committee		
	Details of Compliance of the requirements of these Guidelines	Complied . Appointment of required numbers of Independent Directors – Compliance secured partially as the matter of appointment has since been taken up with the Govt		
	Details of Presidential Directives issued by Central Govt & their Compliance during the year & last three years	No Directives are pending for compliance		
	Items of Expenses debited in Books of Accounts not for business purposes	Nil		
	Expenditure incurred which are personal in nature and incurred for the Board of Directors & Top Management	Nil		

<b>Means of Communications</b>	<ul style="list-style-type: none"> <li>• Shares issued by the Company being not listed in any Stock Exchange , quarterly Results are not required to be published in the News Papers.</li> <li>• Annual Audited Financial Results are displayed on the Company's website</li> <li>• <b>Address for Correspondence</b> 27, Sir Rejendra Nath Mukherjee Road . Kolkata – 700001</li> </ul>
<b>Audit Qualifications</b>	The effort of the Company is to move towards a regime of unqualified Financial Statements . Should there be any qualification , adequate explanations are given in support else supplement the qualification through Management Replies.
<b>Training of Board Members</b>	The Company propose to consider this in future
<b>Whistle Blower Policy</b>	The Company propose to consider this for employees in future
<b>Corporate Governance Audit</b>	Audited by Statutory Auditors . Certificate of the Statutory Auditors in effect thereon is received and annexed to the Directors Report

THE BRAITHWAITE BURN AND JESSOP CONSTYRUCTION COMPANY LIMITED

Details of payment made to National Exchequer

	(Rs. In Lakhs)	
	<u>2012 – 13</u>	<u>2011-12</u>
Sales Tax / W.C.Tax	1470.71	973.97
Rates & Tasex	120.13	35.62
<b>Total</b>	<u><b>1590.84</b></u>	<u><b>1009.59</b></u>

## **INDEPENDENT AUDITOR'S REPORT**

### **To the Members of THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION COMPANY LIMITED**

We have audited the accompanying financial statements of THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION COMPANY LIMITED, which comprise the Balance Sheet as at 31<sup>st</sup> March, 2013, and the Statement of Profit and Loss and the 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 sub section (3C) of section 211 of the Companies Act, 1956 (The Act). This responsibility includes the design, implementation and maintenance of the 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.

#### **Auditor's 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 misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedure selected depends on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, 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 the management, as well as evaluating the overall presentation of the financial statements.

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

#### **Basis for Qualified Opinion**

The Company has not provided for future losses (if any) on remainder of contract as per Accounting Policy of the Company being inconsistent with Recognition of expected losses in accordance with Accounting Standard 7 issued by the Institute of Chartered Accountants of India (Refer Note 32 – significant Accounting Policy – Para 6) which constitutes a departure from accounting standard referred to in sub-section (3C) of section 211 of the Companies Act, 1956. Impact of such non provision has not been calculated by the Company.

#### **Qualified Opinion**

In our opinion and to the best of our information and according to the explanation given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements given 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 Profit and Loss Account, of the profit / loss for the year ended on the 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 sub-section (4A) of section 227 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 under provision of section 227(3) of the Company Act, 1956, 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 [and proper returns adequate for the purposes of our audit have been received from sites not visited by us]
- c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account and with the returns received from sites not visited by us
- d) Except for matter described in the Basis for Qualified Opinion paragraph, in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the accounting standards referred to in sub-section (3C) of section 211 of the Act.
- e) On the basis of written representations received from the directors as on March 31, 2013 and taken on record by the Board of Directors, none of the directors is disqualified as on March 21, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.
- f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For S. K. Basu & Co.  
Chartered Accountants  
FRN-301026E

Place of Signature : Kolkata  
Date 19<sup>th</sup> September, 2013.

Signature  
(S. K. Mukherjee, FCA)  
(Partner)  
Membership Number-051139

## **ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT**

REFERRED TO IN PARAGRAPH 1 OF OUR REPORT OF EVEN DATE

- 1.a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
  - b) According to the information and explanations given to us, the fixed assets of the Company have been physically verified by the management during the year. As informed to us, reconciliation has been carried out and no material discrepancies have been noticed on such verification.
  - c) In our opinion and according to the information and explanations given to us, there is no disposal of fixed assets during the year.
- II.a) According to the information and explanations given to us, the inventories of Stores and Spare Parts have been physically verified by the management during the year.
- b) In our opinion and according to the information and explanations given to us, the procedures for physical verification of inventories followed by the management are generally reasonable and adequate in relation to the size of the Company and the nature of its business.
  - c) In our opinion and as per the information and explanations given to us, the company is maintaining proper records of inventories. As explained to us, no material discrepancies arising out of physical verification were noticed.
- III. The Company has not taken/granted any loan, secured or unsecured from/to Companies, firms and other Parties listed in the register maintained under Section Companies Act, 1956.
- IV. In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. Further, during the course of our audit we have not observed any failure of continuing nature or major weaknesses in the internal control system.
- V. (a) According to the information and explanations given to us, we are of the opinion that the particulars of all 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 such contracts or arrangements and exceeding the value of Rupees Five Lakhs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- VI. The Company has not accepted any Public deposits during the year as defined under Section 58A and 58AA of the Companies Act, 1956.
- VII. In our opinion and as per the information and explanations given to us, the company has an internal audit system which is commensurate with the size of the Company and the nature of its business. However

scope of further extension of coverage exists.

VIII. The provision regarding the maintenance of Cost records Under Section 209(1) (d) of the Companies Act, 1956 is not applicable to the Company.

- IX.a. According to the records, the Company is generally depositing undisputed statutory dues including Provident Fund, Investor Education & Protection Fund, Employees State Insurance, Income-Tax (except Advance Tax), Sales- Tax, Wealth-Tax, Service-Tax, Custom duty, Excise duty and Cess with the appropriate authorities. Further, as per the records of the Company, there were no undisputed amounts of arrears payable in respect of such statutory dues which have remained outstanding as at 31<sup>st</sup> March, 2013 for a period of more than six months from the date they become payable except as stated under clause IX(b).
- b. According to the information and explanations given to us, the disputed statutory dues which have not been deposited as on 31.03.2013 are shown as under:

Name of the Statute	Nature of dues	Period to which relates	Forum where dispute is pending	Amount (₹. In lacs.)
1. W.B. Sales tax	Works contract tax demand	1992	Commcl. Tax. Dept	4.26
2. W.B. Sales tax	Works contract tax demand	2005-06	Appellate Authority	542.00
3. W.B. Sales tax	Works contract tax demand	2006-07	Appellate Authority	127.75
4. Delhi Sales tax	Works contract tax demand	2004-05	Commcl. Tax Dept.	19.36
5. Income Tax	Income tax demand	2009-10	CIT (Appeal)	417.17
6. Income Tax	Income tax demand	1999-2000	Appellate Authority (CIT)	113.09
7. Income Tax	Fringe Benefit tax	2005-2006	Appellate Authority	1.16

- X. The Company has no accumulated loss as at 31<sup>st</sup> March 2013. The company has nither incurred any cash loss during the current financial year nor has it incurred any cash loss in the immediately preceding financial year.
- XI. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to any financial institutions or bank.
- XII. According to the information and explanations given to us, the company has not granted loans and advances on the basis of Security by way of pledge of Shares Debentures and any other securities.
- XIII. The Company is not a Chit Fund or a nidhi / mutual benefit fund society. Therefore, the provision of Clause 4(xiii) of the aforesaid Order are, in our opinion not applicable.

- XIV. In our opinion, the Company is not dealing in or trading in Shares, securities, Debentures and other Investments, Accordingly the provision of Clause 4(iv) of the aforesaid Order are, in our opinion not applicable.
- XV. According to the information and explanation given to us , the Company has not given any guarantee for loan taken by others from any Bank or Financial Institution
- XVI. In our opinion as per information and explanation given to us, the term loan of the GOI have been applied for the purpose for which they were obtained
- XVII. According to the information and explanation given to us, and on the overall examination of the Balance Sheet of the Company, we report that no Funds raised on Short Term basis have been used for long term Investment
- XVIII. According to the information and explanation given to us, the Company has not made any preferential allotment of Shares to parties and Companies covered in the Register maintained under section 301 of the Act during the year
- XIX. According to the information and explanation given to us, the Company has not issued any Debenture during the year and hence the question of creation of Security or Charge does not arise
- XX. The Company has not raised any money through Public Issue during the year
- XXI. According to the information and explanation given to us, no fraud on or by the Company has been noticed or reported during the course of our Audit.

For S. K. Basu & Co.  
Chartered Accountants  
FRN-301026E

Place of Signature : Kolkata  
Date 19<sup>th</sup> September, 2013.

Signature  
(S. K. Mukherjee, FCA)  
(Partner)  
Membership Number-051139

THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION. CO.LTD.

BALANCE SHEET AS AT 31ST MARCH 2013.

		( ` in lacs.)			
		As at		As at	
		31.03.2013		31.03.2012	
EQUITY AND LIABILITIES	NOTE				
Shareholders' Funds:					
Share Capital	1	2026.50		2026.50	
Reserves & Surplus	2	4718.98	6745.48	984.96	3011.46
Non-Current Liabilities.					
Long Term Borrowings	3		914.62		1034.62
Deferred Tax Liabilities.	4		0		0.00
Other Long Term Liabilities	5		16.57		15.93
Long Term Provisions	6		15.65		25.18
Current Liabilities.					
Short Term Borrowings	7		904.14		624.98
Trade Payable	8		6522.44		5413.92
Other Current Liabilities	9		450.43		424.36
Short Term Provisions.	10		587.19		137.15
		TOTAL:	16156.52		10687.60
ASSETS					
Non-Current Assets.					
Fixed Assets					
Tangible Assets	11	782.09		860.77	
Intangible Assets	12	0.31		0.52	
		782.40		861.29	
Capital Work-in-progress		0.00	782.40	0.00	861.29
Non-Current Investments	13		0.46		0.46
Long Term Loans and Advances	14				
Total Non-Current Assets.					
Current Assets					
Current Investments	15	0.00			0.00
Inventories	16	1930.45		2097.92	
Trade Receivables.	17	6181.32		1218.25	
Cash & Cash Equivalents.	18	5003.87		3503.90	
Short Term Loans and Advances	19	786.75		1584.96	
Other Current Assets	20	1471.27	15373.66	1420.82	9825.85
		TOTAL:	16156.52		10687.60
Notes on Accounts	31				
Significant Accounting Policy.	32				

This is the Balance Sheet referred to in our Report of even date

For and on behalf of  
S.K.Basu & Co.  
Chartered Accountants.  
Firm Reg. No:301026E

On behalf of the Board of Directors

M.K.SINGH.  
DIRECTOR

KALLOL DATTA.  
CMD-BBUNL & Managing Director

(S.K.MUKHERJEE )  
Partner, Membership No:051139  
Place:Kolkata  
Dated: the 19th Sep'2013.

S.K.BHATTACHARYAY  
Company Secretary

S.PALIT  
General Manager ( F )

THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION. CO.LTD.

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH,2013.

		(` in lacs.)	
	NOTE	Current Year	Previous Year
<b>INCOME:</b>			
Revenue from Operation (Gross Sales)	21	30221.01	20032.68
Less: Excise Duty		314.67	364.24
Revenue from Operation (Net)		29906.34	19668.44
Other Income	22	470.79	316.83
<b>TOTAL REVENUE</b>		<b>30377.13</b>	<b>19985.27</b>
<b>EXPENSES:</b>			
Cost of Material Consumed.	23	9259.77	6538.07
Purchase of Stock-in-Trade	24	0.00	0.00
(Increase)/Decrease to W.I.P	25	10.32	118.39
Employees Benefit Expenses.	26	2010.66	1584.40
Finance Cost	27	45.65	93.85
Depreciation & Amortisation Expense	28	117.92	118.37
Other Expenses	29	13095.27	10936.23
<b>TOTAL EXPENSES</b>		<b>24539.59</b>	<b>19389.31</b>
Profit for the year before Extra Ordinary Item.		5837.54	595.96
Extra Ordinary Item.	30	0.00	0.00
Profit before Tax		5837.54	595.96
Provision for Current Tax		1629.34	119.24
Profit after Current Tax		4208.20	476.72
Deferred Tax		0.00	0.00
Profit after Tax		4208.20	476.72
Profit brought forward from previous year		0.00	0.00
Profit carried to Balance Sheet		4208.20	476.72
Notes on Accounts	31		
Significant Accounting Policy.	32		

This is the Balance Sheet referred to in our Report of even date.

For and on behalf of  
S.K.Basu & Co.  
Chartered Accountants.  
Firm Reg. No:301026E

On behalf of the Board of Directors

M.K.SINGH.  
DIRECTOR

KALLOL DATTA.  
CMD-BBUNL & Managing Director

(S.K.MUKHERJEE )  
Partner, Membership No:051139  
Place:Kolkata  
Dated: the 19th Sep'2013.

S.K.BHATTACHARYAY  
Company Secretary

S.PALIT  
General Manager ( F )

NOTES FORMING PART OF THE ACCOUNTS.

NOTE	(` in lacs.)	
Note--1.	As at 31.03.2013	As at 31.03.2012

Share Capital:

a) Details of Authorised, Issued, Subscribed and Fully Paid up Shares.

Authorised

30,00,000 Equity shares of Rs.100/ each.	3000.00	3000.00
--	---------	---------

Issued, Subscribed and Paid-up. 31(7)

20,26,500 Equity shares of Rs.100/ each	2026.50	2026.50
---	---------	---------

fully paid-up, of the above,(a) 63,900 Equity shares were allotted as fully paid-up bonus share by capitalisation of profits and reserves (b) 13,88,000 Equity shares were allotted as fully paid pursuant to approval of Govt. of India without payment being received in cash.

(b) Reconciliation of Paid Up Share Capital

	2012-13		2011-12	
	No of Share	Amount	No of Share	Amount
Equity shares of Rs.100/ each outstanding . at the beginning of the year.	2026500	2026.50	2026500	2026.50
Equity shares of Rs.100/ each outstanding . at the end of the year.	2026500	2026.50	2026500	2026.50

© Shares held by Shareholders holding more than 5% Shares of the Company

Name of the Shareholders	No of Share	%	As at 31.03.2013	As at 31.03.2012	No of Share	%
President of India through BBUNL. and its Nominees.	2026500	100			2026500	100

Note--2.

Reserves & Surplus:	As at 31st March'2013.	As at 31st March'2012.
Capital Reserve	0.06	0.06
General Reserve		
Balance as per last Accounts	0.00	0.00
Add: Transferred from Statement of Profit & Loss:	315.62	0.00
	315.62	0.00
Surplus i.e. balance in the Statement of Profit & Loss:		
Balance as per last Accounts	984.90	519.80
Add: Profit for the year after Tax	4208.20	476.72
	5193.10	996.52
Less: Appropriations:		
General Reserve	315.62	0.00
Proposed Dividend	405.30	10.00
Tax on proposed Dividend.	68.88	1.62
	4403.30	984.90
NET SURPLUS:	4718.98	984.96

THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION. CO.LTD.

Note--3.

LONG TERM BORROWING:	NOTE	(` in lacs.)	
		As at 31.03.2013	As at 31.03.2012
(a) (i) Zero Rate Debenture amounting of Rs.1214.62 lacs, (ii) Plan loan given by GOI in the year 2008-09 amounting of Rs.175.00 lacs.			
(b) Terms of Repayment:			
Secured Loan:		0.00	0.00
Un Secured Loan:		914.62	1034.62
(i) Zero Rate Debenture amounting of Rs.1214.62 lacs-			Yearly installment of Rs.50.00 lacs from the year 2007-08.
(ii) Plan loan given by GOI in the year 2005-06 amounting of Rs.100.00 lacs.-			Yearly installment of Rs.20.00 lacs from the year 2006-07.
(iii) Plan loan given by GOI in the year 2008-09 amounting of Rs.175.00 lacs.			Yearly installment of Rs.35.00 lacs from the year 2009-10.

Note--5.

OTHER LONG TERM LIABILITIES:	As at 31.03.2013	As at 31.03.2012
Interest accrued but not due on GOI Loan.	16.57	15.93

Note--6.

LONG TERM PROVISION:	As at 31.03.2013	As at 31.03.2012
Post Retiral Benefit (Gratuity )	15.65	25.18

Note--7.

SHORT TERM BORROWING:	As at 31.03.2013	As at 31.03.2012
Secured Loan: (Over Draft from Canara Bank- - Repayable on Demand )	150.29	32.91
Un Secured Loan:	753.85	592.07
	904.14	624.98

(a) Nature of Security

- (i) Zero Rate Debenture amounting of Rs.1214.62 lacs,
- (ii) Plan loan given by GOI in the year 2005-06 amounting of Rs.100.00 lacs.
- (iii) Plan loan given by GOI in the year 2008-09 amounting of Rs.175.00 lacs.

(b) Terms of Repayment:

- (i) Zero Rate Debenture amounting of Rs.1214.62 lacs- Yearly installment of Rs.50.00 lacs from the year 2007-08.
- (ii) Plan loan given by GOI in the year 2005-06 amounting of Rs.100.00 lacs.- Yearly installment of Rs.20.00 lacs from the year 2006-07.
- (iii) Plan loan given by GOI in the year 2008-09 amounting of Rs.175.00 lacs. Yearly installment of Rs.35.00 lacs from the year 2009-10.



THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION. CO.LTD.

Note--8.

	NOTE	(` in lacs.)	
TRADE PAYABLE:		As at 31.03.2013	As at 31.03.2012
(i) Due to Micro,Small and Medium Enterprises.	31(6)	0.00	0.00
(ii) Others.		6522.44	5413.92
		6522.44	5413.92

Note--9.

OTHER CURRENT LIABILITIES.

Advance from customers.	330.51	303.64
Other Liabilities.	119.92	120.72
	450.43	424.36

Note--10.

SHORT TERM PROVISION:

Leave Encashment	102.19	114.07
Provision for L.T.A.	10.82	11.46
Proposed Dividend	405.30	10.00
Income Tax (Dividend)	68.88	1.62
	587.19	137.15

Note-11

FIXED ASSETS.  
TANGIBLE ASSETS

(` in lacs.)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.2012	Addition during the year	Adjustment deduction the year	Total (as at 31.03.2013.	As at 01.04.2012	Addition during the year	Adjustment deduction the year	Total (as at 31.03.2013.	As at 31.03.2013	As at 31.03.2012
Buildings(Refer Note in Schedule to Accounts)	109.91	0.00	0.00	109.91(1)	18.78	4.56	0.00	23.34	86.57	91.13
Ship (Speed Boat)	2.31	0.00	0.00	2.31	2.28	0.01	0.00	2.29	0.02	0.03
Plant & Machinery	1517.17	37.09	0	1554.26	762.21	107.69	0.00	869.90	684.36	754.96
Furniture & Fittings	26.31	0.96	0.00	27.27	21.80	1.07	0.00	22.87	4.40	4.51
Vehicles	9.28	0.00	0.00	9.28	9.08	0.04	0.00	9.12	0.16	0.20
Computer Hardware	38.69	0.98	0.00	39.67	28.75	4.34	0.00	33.09	6.58	9.94
Total	1703.67	39.03	0	1742.70	842.90	117.71	0.00	960.61	782.09	860.77

Note-12

FIXED ASSETS.  
INTANGIBLE ASSETS

Computer Software	2.86	0	0.00	2.86	2.34	0.21	0.00	2.55	0.31	0.52
Total Assets(Sch)-(11+12)	1706.53	39.03	0	1745.56	845.24	117.92	0	963.16	782.40	861.29
Previous year	1542.67	163.86	0	1706.53	726.87	118.37	0	845.24	0	0
Capital Work-in Progress									0.00	0.00
								TOTAL:	782.40	861.29

Note: (1) Includes Rs.2.42 lacs (Previous Year- Rs.2.42 lacs) in respect of Permanent Structures on land at Circular Garden Reach Road, Kolkata, under licence agreement from Kolkata Port Trust.

THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION. CO.LTD.

Note--13.	NOTE	( ` in lacs.)	
		As at 31.03.2013	As at 31.03.2012
Non- Current Investments (At Cost):			
Trade Investments(Unquoted)			
	Fully paid-up shares of The Bhagirathi Bridge Construction Company Limited 300 Equity Shares OF Rs.100 each.	0.30	0.30
Other than Trade Investments(Unquoted)			
	5% Non-redeemable Registered Debenture Stock East India Clinic Ltd.	0.16	0.16
Government Securities (Quoted)			
	11.5% Central Loan 2010 (Face Value--Rs.14000)	0.00	0.00
		0.46	0.46

Note--16.

Inventories (1):

Raw Materials	23	390.00 (2)	661.05
Falsework Materials- ( including Material- in-Process)		0.00	0.00
Stores,SpareParts & Components (Net)		123.78	14.58
Loose Tools		26.61	21.91
Work -in-progress.	25	1390.06	1400.38
		1930.45	2097.92
(1) Note-32 Para (5) enunciates the accounting policy for valuation of Inventories.			
(2) Include scrap stock.		65.34	30.14

Note--17.

		As at 31.03.2013	As at 31.03.2012
Trade Receivable			
Exceeding six months			
	Considered good	403.86	536.38
	Considered doubtful	734.99	734.99
Others			
	Considered good	5777.46	681.87
		6916.31	1953.24
	Less: Provision for doubtful debts	734.99	1218.25

THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION. CO.LTD.

Note--18.	NOTE	As at 31.03.2013	As at 31.03.2012
Cash & Cash Equivalents.			
Cash in hand (Including in transit and cheques in hand)			
		11.98	10.49
With scheduled banks			
	In current Account	122.08	224.02
	In Short Term Deposit Accounts(1)	3790.27	2190.28
	Under Lien with Bank against Bank Guarantees.	1079.54	1079.11
		5003.87	3503.90

(1) Fixed Deposits with Banks- all are with maturity of 12 month or less than 12 months.

Note--19.		As at 31.03.2013	As at 31.03.2012
Short Terms Loans and Advances:			
Unsecured and unless otherwise stated, Considered good			
Advance recoverable in cash or in kind or for value to be received. 31(4) 31(4)			
		739.12	644.45
Fund-in-Transit from Bharat Bhari Udyog Nigam Ltd.(Undisbursed Govt.Loan)			
		5.03	5.03
Advance IncomeTax(Net)			
		42.60	935.48
		786.75	1584.96

Note--20.		As at 31.03.2013	As at 31.03.2012
Other Current Assets:			
Accrued Interest on Investment & Deposit			
		100.17	57.09
Earnest Money & Other Deposit			
		1371.03	1363.66
Balances with Customs,Port Trust,Excise, etc.			
		0.07	0.07
		1471.27	1420.82

THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION. CO.LTD.

(` in lacs.)

Note--21.

	NOTE	Current Year
Sales:		
Domestic	31(18)	30221.01
Export.		0.00
		30221.01

Note--22.

		Current Year
Other Income:		
Interest on banks & security deposit. (Includes tax deducted at source- Rs.-34.10 lacs - previous year-- Rs.14.87 lacs)		351.27
Interest on investment		0.00
Sundry Interest		0.28
Scrap sale		119.24
		470.79

Note--23.

		Current Year
Consumption of Raw Material:		
Opening Stock		661.05
Add:Purchase		8853.49
		9514.54
Less: Closing Stock		390.00
		9124.54
Add: Other Charges		135.23
		9259.77

Previous Year

20032.68

0.00

20032.68

Previous Year

172.78

0.00

0.87

143.18

316.83

Previous Year

1878.70

5158.81

7037.51

661.05

6376.46

161.61

6538.07

THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION. CO.LTD.

Note--25.	NOTE	(` in lacs.)	
		Current Year	Previous Year
Increase/(Decrease) in Work-in-Progress and Finished goods.			
Opening Stock			
Work-in-progress	16	1400.38	1518.77
Closing Stock			
Work-in-progress		1390.06	1400.38
		(10.32)	(118.39)
Note--26.		Current Year	Previous Year
Employees Benefit Expenses:			
Salaries,Wages and Bonus.		1805.85	1411.57
Contribution to Provident & other funds. (1)		140.25	122.26
Employees Welfare Expenses		64.56	50.57
		2010.66	1584.40
(1) Include Gratuity Fund		19.79	24.84
Note--27.		Current Year	Previous Year
Finance Cost:			
Plan Loan--- Govt. of India.		42.42	47.55
Others:			
Bank & others		3.23	46.30
		45.65	93.85
Note--28.		Current Year	Previous Year
Depreciation & Amortisation Expenses			
Depreciation on Tangible Assets		117.71	118.34
Amortisation of Intangible Assets		0.21	0.03
		117.92	118.37

THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION. CO.LTD.

(` in lacs.)

Note--29.

	Current Year	Previous Year
Other Expenses:		
Subcontract and other conversion charges	9515.97	8044.20
Fabricated steelwork expenses	719.82	691.92
Consumption of Stores & Spares	362.50	440.41
Power & fuel	288.06	204.76
Freight and forwarding	4.65	2.35
Rent	63.75	54.84
Rates & Taxes	120.13	35.62
Work contract Taxes	1463.02	939.15
Insurance	26.99	26.02
Advertisement	18.83	16.79
Travelling	33.07	36.15
Postage,telephone and fax	6.83	6.54
Printing & Stationery	6.63	6.01
Bank Charges	72.50	95.07
Other Project Expenses	0.00	1.09
Repair & Maintenance:		
--- Buildings	0.12	0.05
--- Plant & Machinery	1.35	9.29
--- Others	3.95	3.45
Legal/Consultancy & Professional charges	17.30	8.14
Car Hire Charge	33.70	33.97
Subscription & Donation	1.18	1.46
Corporate Social Responsibility (CSR) Expenses.	0.00	2.20
Service Charges to Holding company	99.73	66.11
(Profit)/Loss on sale of fixed assets	0.00	0.00
Site Establishment	25.06	36.04
Prior Period Adjustment (Net)	33.00	16.51
Miscellaneous expences (1)	177.13	158.09
	13095.27	10936.23
(1) Include :		
Audit fees	0.50	0.50
Tax Audit fees	0.12	0.12

Note--30.

	Current Year	Previous Year
EXTRA -ORDINARY ITEM.	0.00	0.00
Arrear Salary on payscale revision. (from 01.12.1999 to 31.12.2000)	0.00	0.00
	0.00	0



**THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION CO. LTD**  
NOTE- 31: NOTES ON ACCOUNTS

	<u>Current Year</u> ` . In lacs.	<u>Previous Year</u> ` .In lacs.
1.(a) Capital Commitment:- Estimated amount of contracts remaining to be executed.	5.03	5.03
(b) Contingent liability not provided for as under :- Claims not acknowledged as debt:-  Disputed Sales Tax demand for which appeal is pending considered to be untenable	693.37	697.41
Disputed Income Tax under appeal considered to be untenable	531.43	762.54
Impact of D.A. Merger in salary & wages w.e.f 1.04.2007 to 31.03.2008 for all categories of employees. Last year (2011-12) executive only.	NIL	21.09
(c) Unexpired Bank Guarantees	<b>3752.28</b>	<b>4621.54</b>
2(a) The physical verification of Inventories of Raw materials, stores etc. have been carried out at the end of the year and test verified by Internal Auditor on selection basis. The discrepancies between physical and book stock, not being significant, have been properly dealt with in the Books of Accounts.		
(b) Inventory of raw materials includes residual value of bearing slab and blooms amounting to ` . NIL (Previous Year ` .16.86 lacs).		
(c) Inventory of raw materials includes steel for major contracts calculated on theoretical weight. Value of inventories are as valued & certified by management.		
3. Bank balance consisting of Bonam Site-0.09 lacs, Buri Gandak Site- 0.05 lacs, Baitarani Site- 0.10 lacs .Farraka Site- 0.03 lacs, Kahalgoan Site- 0.01 lacs,Kanhan Site- 0.13 lacs, Mahanadi site-0.72 lacs, Bhagalpur site- 0.13 lacs ,Rihand Site- 0.02 lacs & Ullash Site-0.08 lacs include the amount of ` 1.36 lac representing balances of closed sites (previous year ` .0.53 lac ) which is subject to Bank's confirmation. Cash balance include ` 0.65 lac representing balance with closed site.		
4(a) Loans and Advances (Note 19) include the amount of ` .0.50 lac (Previous year ` .0.50 lac) as loss of cash by theft for which the FIR with the proper authorities has been lodged on 26-07-2001 and adequate provision has been made in accounts in 2001-2002 for such loss.		
(b) Administrative charges amounting to ` .0.36 lac (Previous year ` .0.36 lac) receivable from Bhagirathi Bridge Construction Co.Ltd. will be accounted for on cash basis and as such the unaccounted receivable aggregated to ` 12.80 lacs (Previous Year ` .12.44 lacs)		

**THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION CO. LTD**

<p>(c) The realisation/adjustment on the balance lying with sub-contractor/supplier amounting to ` .285.53lacs (previous year ` .195.76 lacs) are under continuous follow-up.</p> <p>(d) The realisation/adjustments of Sundry Debtors, majority of whom are Government Parties including Railways, are under continuous follow up.</p>		
<p>(e) In absence of requisite balance confirmations from Debtors, Creditors, Loans, advances &amp; deposit the amount appearing in books have been taken as correct.</p>		
<p>5. The security Deposits of ` .1201.35 lacs (previous year ` .1184.48 lacs ) (Note-20) with clients are refundable subject to completion/final settlement of the contracts.</p>		
<p>6.The "Micro, Small and Medium enterprise" (based on the information provided by suppliers) to whom the Company owes sums exceeding ` .1 lac outstanding for more than 45 days does not exists. "As required by Section 22 of the Micro, Small and Medium Enterprise Development Act 2006, the following information is disclosed :-</p> <p>(a) (i) –Principal amount remaining unpaid at the end of accounting year.</p> <p>(ii) Interest due on above</p> <p>(b) The amount of interest paid by the company along with payment made to the Suppliers beyond appointed date.</p> <p>(c) The amount of interest accrued and remaining unpaid at the end of the financial year.</p> <p>(d)The amount of interest due and payable for the period of delay in making payment but without adding interest specified under the act.</p> <p>(e)The amount of further interest remaining due and payable in succeeding years, until such interest is actually paid.</p>	<p align="center">Nil</p> <p align="center">Nil</p> <p align="center">Nil</p> <p align="center">Nil</p> <p align="center">Nil</p> <p align="center">Nil</p>	<p align="center">Nil</p> <p align="center">Nil</p> <p align="center">Nil</p> <p align="center">Nil</p> <p align="center">Nil</p> <p align="center">Nil</p>
<p>7(a). Consequent to the Company's financial re-structuring (Govt. of India approval No.12 (4)/04-PE-III dated 4-7-2005) and on allotment of (a) 13,88,000 equity shares of ` .100/- each for consideration other than cash on conversion of Govt. of India Loan, interest &amp; penal interest and (b) 16,240 equity shares of ` .100/-each, the entire amount has been included in fully paid up equity shares . (c) 1,33,360 equity shares of ` .100/-each, the entire amount has been included in fully paid up equity shares .</p> <p>(b) Pursuant to Govt of India approval no. 8(11)/2005-PE-III dated 02.11.2005 the amount of ` 100 lacs received as equity for meeting the plan expenditure for construction of fabrication shop at Heavy plant yard has been included in fully paid up equity shares.</p> <p>(c) Pursuant to Govt of India approval no. 8(18)/2007-PE-III (ii) dated 31.12.2007 the amount of ` 150 lacs received as equity for meeting the plan expenditure for implementation of Addition, Modification and Replacement (AMR) of Plant</p>		

**THE BRAITHWAITE BURN AND JESSOP CONSTRUCTION CO. LTD**

<p>&amp; Machinery, has been included in fully paid up equity shares.</p> <p>(d) Pursuant to Govt of India approval no. 12(9)/2008-PE-III (ii) dated 19.11.2008 the amount of ` 175 lacs received as equity for development of infrastructure through procurement of equipments for major bridge fabrication of BBJ has been included in fully paid up equity shares.</p> <p>8(a) 1,00,000 Zero Rate Debenture of ` .1000 each issued (pending allotment) for the consideration other than cash on Company's financial restructuring by Government of India.</p> <p>8(b) Zero Rate Debentures include the amount of ` .214.62 lacs (Previous year ` .214.62 lacs) which are pending for allotment due to non-receipt of term governing the issue.</p> <p>8(c) Unsecured loan (Note-7) representing the amount of Rs.300.00 lacs for ZRD, Rs.200.95 lacs for Plan loan and Rs.217.90 for interest accrued &amp; due respectively yet to be paid to GOI as per terms of repayment schedule.</p>		
<p>9.(a) A first charge on Fixed assets and stocks &amp; book debts of the Company are created by way of mortgage &amp; hypothecation in favour of Canara Bank for fund based and non-fund based facility (Bank Guarantee) for a total limit of ` 9000 lacs against 15% margin by way of Fixed deposit. The said borrowing from Canara Bank is secured by Corporate Guarantee given by "Bharat Bhari Udyog Ltd," Holding Company.</p>		
<p>9(b) The Company has 5% Non-Redeemable registered Debenture Stock in East India Clinic Ltd of Rs.16,000/ from which company is not generating any income.</p>		
<p>10. Remuneration paid to the Directors – The remuneration of Managing Director: Salary &amp; Allowances Contribution to P.F etc. The above excludes Contribution to the approved gratuity fund with LIC &amp; provision of leave encashment which are actuarially determined on an overall company basis.</p>	<p align="center">` In lacs.</p> <p align="center">15.97 1.62</p>	<p align="center">` In lacs.</p> <p align="center">19.29 1.75</p>
<p>11. In view of the unabsorbed depreciation and uncertainty of future profit the deferred tax assets have not been recognised in the Accounts as measure of prudence in keeping with the Accounting Standard (AS-22) issued by the Institute of Chartered Accountants of India.</p>		
<p>12.The company has a single segment i.e. Construction including fabrication.</p>		
<p>13. Related party relationship: (i)Key Management Personnel— (a) Mr. Saibal Baul, Managing Director. (up to 28.02.2013.) (b) Sri Kallol Datta – M.D w.e.f . 01.03.2013.</p> <p>(ii) Transaction with related parties:-- Remuneration paid to MD – Refer note no. 10 above.</p> <p>(iii) Fabricated material purchased from AYCL in which Sri Kallol Datta is also CMD.</p>	<p align="center">` In lacs.</p> <p align="center">19.90</p>	<p align="center">NIL</p>
<p>14. Contingent assets being unascertainable have not been disclosed in accounts..</p>		
<p>15. Pursuant to company's Practice the impairment of assets are reviewed at each balance sheet date and it is recognised whenever the carrying amount of an asset</p>		

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exceeds its recoverable amount.		
16. Disclosure as required under AS-15 (REVISED) on "Employees Benefit" in respect of Leave encashment which is an unfunded scheme on the basis of Actuarial Valuation. (i) <b>Component of Employer expenses.</b>		₹. In lacs.
	AS ON 31.03.2013.	AS ON 31.03.2012.
Current Service cost	10.17	9.12
Past service cost	0	0
Interest cost	8.69	8.30
Expected Return on Plan Asset	0	0
Curtailement cost	0	0
Settlement cost	0	0
Actuarial gain/loss recognised in the year	(19.91)	4.93
Expense Recognised in statement of P/L	(1.05)	22.35
<b>(ii) Changes in Present Value of obligation.</b>		₹. In lacs
	AS ON 31.03.2013.	AS ON 31.03.2012.
Present Value of obligation at beginning of year	114.07	103.65
Acquisition Adjustment	0	0
Interest cost	8.69	8.30
Past service cost	0	0
Current Service cost	10.17	9.12
Curtailement cost	0	0
Settlement cost	0	0
Benefit paid	(10.82)	(11.93)
Actuarial gain/loss on obligations	(19.91)	4.93
Present Value of obligation at the end of year	102.20	114.07
Closing Fund/ Provisions at the end of year.	102.20	114.07
<b>(iii) Actuarial Assumptions:</b>	AS ON 31.03.2013.	AS ON 31.03.2012.
Discount Rate	8.00	8.50
Inflation Rate.	5.00	5.00
Return on Asset	0.00	0.00
Remaining Working Life	14	12
Formula Used.	Projected unit Credit Method	
17(a) Earning per share (basic)	<u>2012-13</u>	<u>2011-12.</u>
Earning per share (diluted)	₹.207.66	₹.23.52
	₹.207.66	₹.23.52
17(b). Previous year's figures have been re-grouped/ re-arranged wherever necessary as per revised Schedule-VI.		

## NOTE- 31 (Contd.)

## 18. SALES AND PROJECT INCOME

(` in lacs.)

Class Of Goods	Unit	Sales and Project Income			
		Year	Qty	Amount	
Erection	MT	2012-13		24359.01	
	NOS.	2012-13		660	
	SETS	2012-13		14	
	SQ. MTR.	2012-13		10708.42	
	MT	2011-12		6780.079	
	NOS.	2011-12			
	SETS	2011-12			
	SQ. MTR.	2011-12		6619.149	2336.85
Fabrication	MT	2012-13		16247.487	
	SQ. MTR.	2012-13		4661.328	19368.64
	MT	2011-12		13359.235	17610.51
Civil		2012-13	Lumpsum		143.95
		2011-12	Lumpsum		85.31
TOTAL		2012-13			30221.01
TOTAL		2011-12			20032.67

19. CONSUMPTION OF STORES AND EMPLOYEES' REMUNERATION  
INCLUDES EXPENSES AS UNDER :

	Stores		(` in lacs.) Employees Remuneration		
	Current Year	Previous Year	Current Year	Previous Year	
Repairs to Plant & Machinery	28.29	27.60	1.27	1.24	4.5%
Repairs to Vehicles	0.29	0.41	0.23	0.33	80%
Other Repairs	7.05	7.27	2.33	2.40	33%
Welfare Expenses	-	-			
	35.63	35.28	3.83	3.97	

20. CONSUMPTION OF RAW MATERIALS, STORES & SPARE PARTS AND COMPONENTS :

ITEMS	Current Year		Previous Year	
	Unit	Quantity	Quantity	(` in lacs.)
Steel	MT	14203.257	8410.46	9407.023
Bolts, Nuts & Rivets	Kg	306304.400		562370.765
	Pcs	11284		48320
	Set	0	264.68	0
Paints	Ltrs	56284.00	88.91	43588.00
Bought Out & Building Materials			360.42	356.85
Other Materials			0.07	293.45
Consumption of Stores & Components			306.08	395.61
Consumption of loose tools			24.63	34.09
Other Direct Charges			167.02	172.32
			9622.27	6978.48

21. INFORMATION REGARDING IMPORTS, EXPENDITURE AND EARNINGS IN FOREIGN CURRENCY AND CONSUMPTION:

	Current Year (` in lacs.)	Previous Year (` in lacs.)
a) C.I.F. Value of Imports		
Capital items	Nil	Nil
Raw Materials & Stores	Nil	Nil
		(` in lacs.)
	Current Year	Previous Year
b) Expenditure in foreign currency:	Current Year	Previous Year
Travelling, Conference etc.	0.48	NIL
	0.48	NIL
c) Earnings in Foreign Currency	Current Year	Previous Year
Exports At F.O.B basis	Nil	Nil
Others	Nil	Nil
	Nil	Nil
d) Value of Consumption of Raw Materials, Components and Spares :		
	Current Year	Previous Year
Imported	-	-
Indigenous	9259.77	(100%) 6538.07 (100%)
Stores and Spares (include stores consumed in other -accounts.)		
Imported	0.00	0.00
Indigenous	362.50 9622.27	(100%) 440.41 (100%) 6978.48

## **NOTE-32**

### **SIGNIFICANT ACCOUNTING POLICIES**

The Accounts statement have been prepared in accordance with applicable accounting principles in India, the Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Indian Companies Act, 1956. Revised Schedule VI notified under the Companies Act, 1956 has become applicable to the company for preparation and presentation of its financial statements. A summary of important accounting policies, applied consistently, is set out below.

1. **FIXED ASSETS** are stated at cost of acquisition and subsequent improvements thereto including taxes, duties, freight and other incidental expenses related to acquisition and installation. Interest incurred during construction/installation period on borrowings to finance fixed assets is capitalised.

The cost of technical know-how is capitalised and charged off over the period of collaboration Agreement from the date of commencement of commercial production for at least three years prior to expiry of the life of the agreement whichever is earlier.

2. (i) **DEPRECIATION** on fixed assets (including those utilised in **RESEARCH & DEVELOPMENT (R&D)** activities) is provided on written down value method in accordance with the requirements of the schedule XIV of Companies Act,1956. Except for items for which 100% depreciation rates are applicable, depreciation on assets added/disposed off during the year has been provided on prorata basis with reference to the month of addition/deduction.

(ii) Preliminary expenses for major Capital/Modernisation and diversification project expenses are amortised over the estimated useful lives by equal annual instalments.

3. (i) **REVENUE** is recognised as sales on completion of contracts and/or rendering of services and they represent invoice value at net of sales tax but inclusive of freight and other charges recoverable.

(ii) The sales, on its recognition, are considered inclusive of the value of the materials supplied by the clients with corresponding charge to purchases, in terms of contract.

(iii) **ERECTION AND SERVICE** income (including that for manufactured products as applicable) is considered as per certificates of customers on matching percentage completion.



- (iv) In respect of turnkey projects/long-term contracts/weight based, contracts, value of work executed is determined on the basis of proportionate contract price including escalation upto the maximum ceiling limit with reference to matching percentage completion when a project reaches a pre-determined stage of completion. Below that stage, the work done is considered at cost.
  - (v) ALL CLAIMS being certain are recognised as Revenue.
4. (i) AFTER SALES SERVICE Expenditure during the Guarantee period are accounted for in the period in which it is incurred.
- (ii) REVENUE expenditure on Research & Development is expensed in the period in which it is incurred.
5. INVENTORIES are valued at lower of cost or net realisable value. The costs in general are ascertained as under:-
- (i) Raw Materials, stores and spare parts, loose tools computed at weighted average method at cost or under.
  - (ii) Work-in-progress/Contracts in progress, at different stage of completion, at prime cost or under. Progress payment received from customer is deducted from work-in-progress.
  - (iii) False work material at cost less write off @ 33.33% for its use in each project.
  - (iv) Prototypes developed or under development carried as items of inventory until sale, transfer or scrapping at prime cost.
  - (v) Non-moving stock of stores, raw materials (other than materials issued for jobs) and tools are valued at 75% of book value in respect of items unmoved over 3 years, at 50% for those over 4 years and 25% for those over 5 years.

Accounting for Construction contracts

6. Profit/Loss has been considered upto the stage of completion of contracts. Future loss on unexecuted portion, if any is not provided for to reflect a true and fair operating performance of current year.
7. TRANSACTIONS IN FOREIGN CURRENCY outstanding at the Balance Sheet date are restated at the exchange rates prevailing at the Balance Sheet date. The exchange differences arising thereof are dealt within the Profit and Loss Account, except those relating to acquisition of fixed assets which are adjusted to its carrying amount.
8. RETIREMENT BENEFITS are provided in books of accounts and payments are made to the Trustees of Company's respective funds and other statutory authorities on the basis of actuarial valuation or

administered rate, where appropriate. Leave encashment of unutilized leaves by employees are provided for based on actuarial valuation in accordance with AS-15 (revised).

9. PRIOR PERIOD and Extraordinary items and variation in ACCOUNTING POLICIES having material impact on the financial affairs of the Company are disclosed.
10. CURRENT TAX is determined as the amount of tax payable in respect of taxable income for the period. DEFERRED TAX is recognised on timing differences between taxable income and the accounting income that originate in one period and are capable of reversal in subsequent periods subject to consideration of prudence. The deferred tax is not recognised on unabsorbed depreciation and carry forward of losses unless there is virtual certainty for future taxable income.
11. GRANT OR SUBSIDY from Government for capital expenditure is credited as Specific Reserves awaiting compliance of the conditions stipulated in the scheme. On expiry of the period it is transferred to Capital Reserves.
12. DUES from GOVERNMENT, parties/PSU's/Railways are generally considered as recoverable irrespective of its age.
13. **“Provisions, Contingent Liabilities and Contingent Assets”**- Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes on Accounts. Contingent Assets are neither recognized nor disclosed in the financial statements.
14. MATERIAL EVENTS occurring after Balance Sheet date are taken into cognisance.

For and on behalf of  
S.K.BASU & CO  
Chartered Accountants.  
Firm Reg. No; 301026E

On behalf of the Board of Directors

M.K.SINGH.  
Director

KALLOL DATTA.  
CMD-BBUNL & Managing Director

( S.K.MUKHERJEE )

Partner, Mem.NO:051139  
Kolkata  
Dated: the 19<sup>th</sup> Sep'2013.

S.K.BHATTACHARYAY  
Company Secretary

S. PALIT.  
General Manager (F)

THE BRAITHWAITE BURN & JESSOP CONSTRUCTION COMPANY LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH,2013.

	(` in lacs.)	
	2012-13	2011-12
<b>/ Cash Flow From Operating Activities.</b>		
Net Profit/(Loss) After tax.	4208.20	476.72
Adjustments for :-		
Depreciation .	117.92	118.37
Other Income (Net of Tax)	(470.79)	(316.83)
Interest Expences	45.65	93.85
	3900.98	372.11
Operating Profit Before Working Capital Changes- Adjustments for :-		
Trade Receivables.	(4963.07)	2865.12
Inventories	167.47	1345.77
Short Term Loans and Advances	798.21	(253.79)
Other Current Assets	(50.45)	(66.35)
Laibilities & Provisions.	1575.74	(1865.96)
	(2472.10)	2024.79
<b>Net Cash From Operating Activities.</b>	<b>1428.88</b>	<b>2396.90</b>
<b>£ Cash Flow From Investing Activities.</b>		
Other Income	470.79	316.83
Purchase of Fixed Assets(Net of adjustment)	(39.03)	(163.87)
Decrease in Investment	0.00	0.14
<b>Net Cash From Investing Activities.</b>	<b>431.76</b>	<b>153.10</b>
<b>€ Cash Flow From Financing Activities.</b>		
Refund of G O I Loan	0.00	0.00
Increase in unsecured Loan	41.78	44.82
Interest Paid	(45.65)	(93.85)
Increase/ Decreased in Cash Credit Facility	117.38	(1090.55)
Dividend (Including tax)	(474.18)	(11.62)
<b>Net Cash From Financing Activities.</b>	<b>(360.67)</b>	<b>(1151.20)</b>
<b>£ Net Increase/(Decrease) in Cash and Cash Equivalents.</b>	<b>1499.97</b>	<b>1398.80</b>
Cash and Cash Equivalents at the beginning of the year.	3503.90	2105.10
Cash and Cash Equivalents at the End of the year.	5003.87	3503.90

Notes to the cash flow statement:

Cash and cash equivalents consists of cash on hand and balances with banks, and investments in money-market instruments.Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:

	(` in lacs.)	
	2012-13	2011-12
Cash in hand ,(including in transit and cheques in hand)	11.98	10.49
Cash in Current Accounts with banks.	122.08	224.02
Short-term Deposit Accounts.(1)	4869.81	3269.39
Cash and cash equivalents.	5003.87	3503.90
Cash and cash equivalents as restated.	5003.87	3503.90
(1) Fixed Deposits with Banks- all are with maturrity of 12 month or less than 12 months		

For and On behalf of the Board of Directors

S.K.BASU & CO

Chartered Accountants.

Firm Reg.No: 301026E

M.K.SINGH.  
DIRECTOR

KALLOL DATTA.  
CMD-BBUNL & MANAGING DIRECTOR

( S.K.MUKHERJEE )

Partner, Membership No: 051139

Kolkata

Dated: the 19th Sep'2013.

S.K.BHATTACHARYAY  
Company Secretary

S.PALIT  
General Manager ( F )