

SCIENTIA INFOCOM INDIA PRIVATE LIMITED

5TH ANNUAL REPORT

2009-2010

BOARD OF DIRECTORS:

G M SURANA	-	DIRECTOR
NARENDER SURANA	-	DIRECTOR
DEVENDRA SURANA	-	DIRECTOR
MANISH SURANA	-	DIRECTOR

REGISTERED OFFICE:

2nd Floor, Surya Towers,
Sardar Patel Road,
Secunderabad - 500 003.

AUDITORS:

M/s. Sekhar & Co.
Chartered Accountants
133/4, R P Road,
Secunderabad - 500 003.

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 5th Annual General Meeting of the Members of **SCIENTIA INFOCOM INDIA PRIVATE LIMITED** will be held on Wednesday, the 30th day of June, 2010, at 12.00 NOON at the Registered Office at 2nd Floor, Surya Towers, S P Road, Secunderabad - 500 003 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2010 and the Profit & Loss Account for the year ended 31st March, 2010, along with Auditors' Report & Directors' Report thereon.
2. To appoint a Director in place of Shri Manish Surana who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint M/s. Sekhar & Co., Chartered Accountants, Auditors, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to authorise the Board to fix their remuneration.

By Order of the Board
for **SCIENTIA INFOCOM INDIA PRIVATE LIMITED**

Place: Secunderabad
Date: 18.05.2010

Sd/-
NARENDER SURANA
DIRECTOR

NOTES:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend, and, on a poll, to vote instead of himself and such proxy need not be a member.
2. The proxy, in order to be effective, must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.

DIRECTORS REPORT

To
The Members,

Your Directors have pleasure in presenting the 5th Annual Report and the Audited Statement of Accounts for the financial year ended 31st March, 2010 together with the Auditors Report thereon.

FINANCIAL RESULTS:

The Company financial results for the year are given below in summarized format:

(Rs)

PARTICULARS	2009-10	2008-09
INCOME	-	-
EXPENDITURE		
Expenses	17,999	76,389
	-----	-----
Profit/(Loss) before Taxation	(17,999)	(76,389)
	-----	-----
Provision for Taxation	-	-
Deferred Tax	-	-
Profit/(loss) after Taxation	(17,999)	(76,389)
Balance B/F from Previous Year	(615,052)	(538,663)
	-----	-----
Balance C/F to Balance Sheet	(633,051)	(615,052)
	-----	-----

DIVIDEND:

Your Directors have not recommended for payment of dividend for the year ended 31.03.2010.

FIXED DEPOSITS:

The Company has not accepted any deposits from the public for the year under review within the meaning of Section 58A of the Companies Act, 1956.

DIRECTORS:

Shri Manish Surana, Director of the Company, will retire by rotation at this Annual General Meeting and being eligible, offers himself for reappointment.

AUDITORS:

M/s. Sekhar & Company, Chartered Accountants, Auditors of the Company retire at the conclusion of this Annual General Meeting are eligible for re-appointment. The Company is in receipt of confirmation from M/s Sekhar & Company that in the event of their re-appointment as Statutory Auditors of the Company at the ensuing Annual General Meeting, such re-appointment will be in accordance with the limits specified in Sub-section (1B) of Section 224 of the Companies Act, 1956.

COMPLIANCE CERTIFICATE:

In accordance with requirement of Section 383A of the Companies Act, 1956, Certificate from a practicing Company Secretary, is enclosed certifying that all legal requirements, in respect of the Company for the year ended 31st March, 2010 have been complied with which is marked as Annexure-1.

DIRECTORS RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 217(2AA) OF THE COMPANIES ACT, 1956:

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

- i. That in the preparation of the accounts for the financial year ended 31st March, 2010 the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii. That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review;
- iii. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. That the Directors have prepared the accounts for the financial year ended 31st March, 2010 on a 'going concern' basis.

PARTICULARS IN RESPECT OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

Information as required 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, forms part of this Report and is annexed herewith.

PARTICULARS OF EMPLOYEES:

During the period under review, there are no employees covered under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of the Employees) Rules, 1975.

ACKNOWLEDGEMENTS:

The Board desires to place on record its sincere appreciation for the support and co-operation received from the Company's Bankers and Officials of the concerned Government Departments, employees and the members for the confidence reposed by them in the management.

By Order of the Board
for **SCIENTIA INFOCOM INDIA PRIVATE LIMITED**

Place : Secunderabad
Date : 18.05.2010

Sd/-
NARENDER SURANA
DIRECTOR

Sd/-
DEVENDRA SURANA
DIRECTOR

ANNEXURE TO THE DIRECTORS REPORT

Information 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, and forming part of the Directors Report:

1. CONSERVATION OF ENERGY:

Energy conservation measures taken: The Company is very careful in using the power to reduce the cost of maintenance and conserve the resources.

Additional Investments and proposals, if any, being implemented for reduction of consumption of energy: Nil

Impact of the clause (1) and (2) above for reduction of energy consumption and consequent impact on the production of goods : N.A

2. TECHNOLOGY ABSORPTION:

FORM B:

(Disclosure of particulars with respect to technology absorption)

A. RESEARCH AND DEVELOPMENT (R&D)

Specific areas in which R& D carried out by the Company	:	Nil
Benefits derived as a result of the above R& D	:	Nil
Future plan of action	:	Nil
Expenditure on R & D		

B. TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION

The Company is making all efforts for improving productivity, product quality and reducing consumption of scarce raw material and fuels.

3. FOREIGN EXCHANGE EARNINGS AND OUTGO:

Activities relating to exports, initiatives taken to increase exports, development of new export market for products and services and export plans:

Foreign Exchange inflow	:	NIL
Foreign Exchange Outgo	:	NIL

By Order of the Board
for **SCIENTIA INFOCOM INDIA PRIVATE LIMITED**

Place : Secunderabad
Date : 18.05.2010

Sd/-
NARENDER SURANA
DIRECTOR

Sd/-
DEVENDRA SURANA
DIRECTOR

CIN: U72200AP2005PTC047966

Paid up Capital: Rs. 4,00,00,000

Compliance Certificate

To
The Members
M/s. Scientia Infocom India Private Limited
IInd Floor, Surya Towers, S.P. Road,
Secunderabad – 500 003.

We have examined the registers, records, books, and papers of M/s. Scientia Infocom India Private Limited ("the Company") as required to be maintained under the Companies Act, 1956 ("the Act") and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the Financial Year ended on 31st March, 2010 (i.e. from 1st April, 2009 to 31st March, 2010). In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in *Annexure I* to this Certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in *Annexure II* to this Certificate, with the Registrar of Companies as required under the Act and the rules made there under.
3. The Company being private limited company has the minimum prescribed paid-up capital and its maximum number of members during the said financial year were 7 and none of the members are employees, both present and past, and the Company during the year under scrutiny:
 - (i) has not invited public to subscribe for its shares or debentures; and
 - (ii) has not invited or accepted any deposits from persons other than its members, directors or their relatives.
4. The Board of Directors duly met-5 (Five) times on 13.04.2009, 04.06.2009, 17.08.2009, 05.10.2009, 04.01.2010. In respect of each meeting proper notices were given, the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

The Company was not required to close its register of members during the financial year.



6. The Annual General Meeting for the financial year ended on 31st March, 2009 was held on 30th June, 2009 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extraordinary general meeting was held during the financial year.
8. The Company has not advanced any loans to its directors and/or persons or firms or companies referred in section 295 of the Companies Act, 1956.
9. The Company has not entered into any contracts falling within the purview of section 297 of the Act
10. The Company has made necessary entries in the register maintained under Section 301 of the Act.
11. As there are no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of directors, members or Central Government.
12. The Company has not issued any duplicate share certificates during the financial year.
13.
 - (i) There was no allotment/ transfer / transmission of securities during the financial year.
 - (ii) The Company has not deposited any amount in a Separate Bank Account as no dividend was declared during the financial year.
 - (iii) The Company has not deposited any amount in a Separate Bank Account as no dividend was declared during the financial year.
 - (iv) The Company has not effected any transfer of the amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have been remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund as there were no such cases.
 - (v) The Company has complied with the requirement of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. During the financial year there was no appointment of additional directors, alternate directors and directors to fill casual vacancy during the financial year.
15. The Company's paid up capital being less than the prescribed Rs 5.00 crores, it is not required to appoint a Managing Director/ Whole Time Director/ Manager and accordingly the provisions of section 269 of the Companies Act, 1956 to that extent, are not applicable.
16. The Company has not appointed any sole-selling agents during the financial year.



17. The Company was not required to obtain any approvals from the Central Government, Company Law Board, Regional Director, Registrar of Companies and/or such other authorities under the various provisions of the act during the financial year.
18. The Directors have disclosed their interest in other firms / companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. The Company does not have any Preference Shares / Debentures.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of section 58A during the financial year.
24. Any amount borrowed by the Company from directors, members, public, financial institutions banks and others during the financial year ending 31st March, 2010 is within the borrowing limits of the Company.
25. The Company has not made any loans, investments or advances or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum with respect to situation of Company's Registered Office from one State to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to Objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to the name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to Share Capital of the Company during the financial year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year under scrutiny.
31. There was no prosecution initiated against or show cause notices received by the Company and no fines and penalties or any other punishment imposed on the Company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.



33. The Company has not constituted a separate Provident Fund Trust for its employees and as such, Section 418 of the Act is not applicable to the Company.

Place: Secunderabad
Date: 18.05.2010



Syed Meera Mohiddin.
Syed Meera Mohiddin
Company Secretary in Practice
ACS: 19395
CP No: 7813

Annexure - I

Registers as maintained by the Company:

1. Register of Members u/s 150.
2. Minutes Book of Meeting of Directors u/s 193.
3. Minutes Book of proceedings of General Meetings u/s 193.
4. Register of Particulars in which Directors are interested under Section 301.
5. Register of Directors, Managing Director u/s. 303.
6. Register of Directors' Shareholdings u/s. 307.
7. Register of Applications for allotment of shares



Syed Meera Mohiddin
Syed Meera Mohiddin
Company Secretary in Practice
ACS: 19395
CP No: 7813

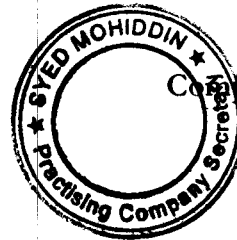
Place: Secunderabad
Date: 18.05.2010

Annexure - II

Forms and Returns as filed by the Company with the Registrar of Companies, Andhra Pradesh, Hyderabad during the financial year ending 31st March, 2010.

S. No.	Form Return	No./	Filed on	Event	Whether filed within the prescribed time (Yes/No)	If delay in filing whether requisite fee paid (Yes/No)
1.	Forms 23ACA	23.AC,	01.08.2009	Audited Balance Sheet, Profit and Loss Account, Auditors' Report and the Directors' Report, adopted in the 4 th Annual General Meeting, for the financial year ended on 31 st March 2009	No	Yes
2.	Form 66		15.07.2009	Compliance Certificate for the financial year 2008-09	Yes	NA
3.	Form 20 B		01.08.2009	Annual Return for the 4 th Annual General Meeting held on 30 th June 2009.	Yes	N.A.

Place: Secunderabad
Date: 18.05.2010



Syed Meera Mohiddin
Syed Meera Mohiddin
Company Secretary in Practice
ACS: 19395
CP No: 7813



SEKHAR & CO.

CHARTERED ACCOUNTANTS

PARTNERS :

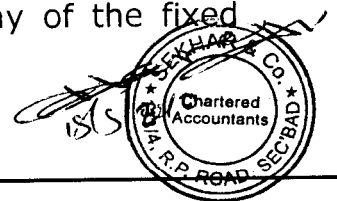
K.C. Devdas, B.Com., F.C.A.

C. Amarnath, B.Com., L.L.B., F.C.A., DISA (ICA)

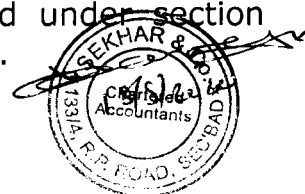
G. Ganesh, B.Com., F.C.A., DISA (ICA)

To
The Members of
Scientia Infocom India Private Limited

1. We have audited the attached Balance Sheet of Scientia Infocom India Private Limited as at March 31, 2010 and also the Profit & Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These Financial Statements are the responsibility of Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on test basis, evidence supporting the amounts and disclosures in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (as amended) (henceforth referred to as 'The Order') issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 (henceforth referred to as 'The Act') .We enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
 - i. a) The company is having Free Hold Land as on the date of balance sheet. The company has maintained adequate information about the same.
 - b) The Asset held by the company has been physically verified during the year.
 - c) The company has not disposed any of the fixed assets during the year.



- ii. a) The Company did not hold any inventory at any time during the year hence we have not reported on sub-clause b & c of this clause of the Order.
- iii. a) The company has not given loans from the parties covered in the register maintained under section 301 of the "Act". Hence we are not required to comment on the sub clauses b, c & d of this clause of the order.
- e) The company has not taken a loans from the parties covered during the year. The Maximum and year end balance is Rs. 19.07 Crores.
- f) The Company is liable to refund the money with interest of 12% on commencement of commercial activity or 5 years which ever is earlier and the interest accrues on the date. Hence we are of the opinion the terms and conditions are not prejudicial to the interest of the company..
- g) The event of accrual of interest or date of payment of principal not having occurred we are of the opinion the company has not defaulted on payment of principal or interest.
- iv. In our opinion and according to the information and explanations given to use, there exists an adequate internal control system commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure of correct major weaknesses in internal control system of the company.
- v. a) According to the information and explanation given to us, we are of the opinion that the particulars of all contracts or arrangements that need to be entered into the register maintained under section 301 of the Act, have been so entered.



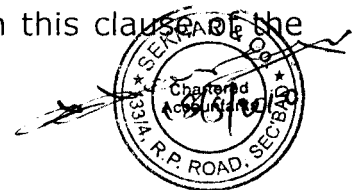
b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Act, and exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.

- vi. The company has not accepted any deposits which fall under section 58A and 58AA and other relevant provisions of the Act, and the Companies (Acceptance of Deposit) Rules, 1975 with regard to the deposits from the public, hence we have not reported on the reporting requirements of clause 6 of Paragraph 4 of the order.
- vii. The provisions of internal audit are not applicable to the company keeping in view the size of the company and nature of its business.
- viii. The provisions regarding maintenance of cost records under section 209 (1) (d) of the Act are not applicable to the company as the company has not carried out any business during the year.
- ix. a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, custom duty, excise duty and other material statutory dues applicable to it. Further, since the Central Government has till date not prescribed the amount of Cess payable under section 441A of the Act, we are not in a position to comment upon the regularity or otherwise of the company in depositing the same.

b) According to the information and given to us, no undisputed amounts payable in respect of income tax, sales tax, wealth tax, service tax, customs duty and excise duty were in arrears, as at 31.03.2010 for a period of more than six months from the date they became payable.



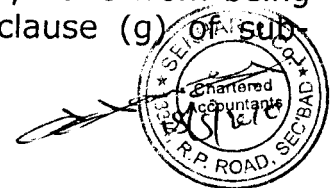
- c) According to the information and explanation given us, there are no dues of income tax, sales tax, wealth tax, service tax, customs duty and excise duty which have not been deposited on account of any dispute.
- x. The company has been in existence for a period less than five years hence the provisions regarding accumulated losses being more than 50% of net worth and cash losses are not applicable to the company.
 - xi. The company has not taken any loans from financial institutions hence the question of default does not apply to the company.
 - xii. The company has not given any loans against shares and securities hence the maintenance of relevant records does not apply to the company.
 - xiii. In our opinion, the company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Order are not applicable to the company.
 - xiv. In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies Order are not applicable to the company.
 - xv. The company has not given any guarantees for loans taken by others from banks or financial institutions hence we have not commented on this clause of the order.
 - xvi. The company has not availed any term loans hence the question of application of the same does not arise.
 - xvii. There being no short term loans availed by the company the question of application of the same for long term purpose does not arise.
 - xviii. The company has not made nay allotment of shares to parties and companies covered under the act. Hence we have not commented on this clause of the order.



- xix. The company has not raised any money by debentures or like securities during the year. Hence we have not commented on this clause of the order on creation of security on loans raised.
- xx. The company has not raised any money by way of public issue during the year. Hence we have not commented on this clause of the order.
- xxi. According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

3. Further to our comments in the Annexure referred to above, we report that:

- i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii. 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.
- iii. The balance sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account.
- iv. In our opinion, the balance sheet, profit and loss account and cash flow statement dealt with by this report comply with the accounting standards referred to sub-section (3C) of section 211 of the Act.
- v. On the basis of written representation received from the directors, as on March 31, 2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.



- vi. In our opinion and to the best of our information and according to the explanation given to us, the said accounts give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- in the case of the Balance Sheet of the state of affairs of the Company as at March 31, 2010;
 - In the case of profit and loss account, of the loss for the year ended on that date; and
 - in the case of the cash flow statement, of the cash flows for the year ended on that date.

For SEKHAR & CO.
CHARTERED ACCOUNTANTS
Firm Reg. No: 003695 - S



G Ganesh
Partner
M.No: 211704

Place: Secunderabad
Date: 05/10/10

Scientia Infocom India Limited
Balance Sheet as on 31st March, 2010

	Sch.No.	As on 31-Mar-10 Rs.	As on 31-Mar-09 Rs.
I. Sources of Funds			
a) Share capital	1	40,000,000	40,000,000
b) Unsecured Loans	2	190,708,100	190,708,100
Total		230,708,100	230,708,100
II. Application of Funds			
a)Gross Block	3	229,950,100	229,950,100
b)Less Depreciation		-	-
c)Net Block		229,950,100	229,950,100
Total		229,950,100	229,950,100
Current Assets,Loans and advances			
a) Cash & Bank Balances	4	126,844	142,922
		126,844	142,922
Less Current Liabilities			
a) Other Liabilities & Provisions	5	5,515	7,214
		5,515	7,214
Net Current assets		121,329	135,708
Profit & Loss Account		633,051	615,052
Miscellaneous Expenses	6	3,620	7,240
(to the extent of not adjusted or written off)			
Notes to Accounts	8		
Total		230,708,100	230,708,100

0

The Schedules referred to above form
an integral part of the Balance Sheet.
As per our report of even date

Signatories to Balance Sheet and
Schedules 1 to 6 and 8
for and on behalf of the Board,

For and behalf of Sekhar & CO.
Chartered Accountants

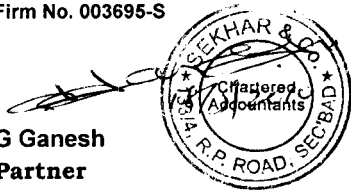
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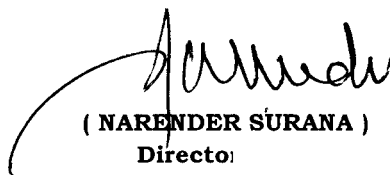
G Ganesh
Partner

M.No.-211704

Place : Secunderabad

Date : 18/5/2010




(NARENDER SURANA)
Director


(DEVENDRA SURANA)
Director

Scientia Infocom India Limited
Profit & Loss Account for the Period ended on 31 - March - 2010

	Sch.No.	For the period ended on 31 - Mar - 2010	For the period ended on 31 - Mar - 2009
INCOME			
a) Income From Operations		-	-
		-	-
EXPENDITURE			
a) Expenses	7	17,999	76,389
		17,999	76,389
Profit/(Loss) before taxation		(17,999)	(76,389)
Profit/(Loss) after taxation		(17,999)	(76,389)
Balance B/F from previous Year		(615,052)	(538,663)
Balance C/F to Balance Sheet		(633,051)	(615,052)
Notes to Accounts	8		

The Schedules referred to above form
an integral part of the Profit & Loss Account
As per our report of even date

For and behalf of Sekhar & Co.

Chartered Accountants

Firm No. 003695

G Ganesh
Partner

M.No.-211704

Place : Secunderabad

Date : 18/5/2010



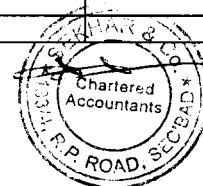
Signatories of Profit & Loss account and
Schedules 7 and 8
for and on behalf of the Board,

(NARENDER SURANA) **(DEVENDRA SURANA)**
Director **Director**

SCIENTIA INFOCOM INDIA PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST March, 2010

PARTICULARS	2009-10 (Rs)	2008-09 (Rs)
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before Tax and after interest as per profit and loss accounts	(17,999)	(76,389)
Adjustments for :		
Depreciation		0
Aamortisation of Lease Rent		0
Loss / (Profit)on Sale of Invetments		0
Loss / (Profit)on Sale of Assets		
Interest Expenditure		
Interest, Rent & Dividend Income		
Preliminary Expenses written off	3,620	3,620
	3,620	3,620
Operating profit before Working Capital Changes	(14,379)	(72,769)
Adjustments for :		
Inventories		
Loans and Advances		
Other current Assets		
Receivables		
Trade Payables and other liabilities	(1,699)	1,596
Advances from Customers		
	(1,699)	1,596
Cash generated from operations	(16,078)	(71,173)
Adjustments for :		
Direct Taxes paid for Current year (Net)		
Direct Taxes paid for earlier year(refund)	0	
Prior period adjustment	0	0
NET CASH FROM OPERATING ACTIVITIES	(16,078)	(71,173)
CASHFLOW FROM INVESTING ACTIVITIES		
Dividend Received		
Lease Rent received		
Interest Received		
Sale of Fixed Assets		
Purchase of Fixed Assets		
Purchase of Investments		
Sale of Investments		
Capital work in progress		
Net Cash Flow From Investing Activities	-	0



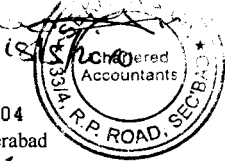
CASH FLOW FROM FINANCING ACTIVITIES			
Increase in deferment of Sales Tax			
Dividend Paid including Dividend Tax			
Proceeds from borrowings			
Interest Paid on borrowings			
Cash Generated from Financial Activities		-	0
NET CASH GENERATED		(16,078)	(71,173)
Opening Cash and Cash Equivalent		142,922	214,095
Closing Cash and Cash Equivalent		126,844	142,922
Net Increase/(decrease) in Cash & Cash Equivalents		(16,078)	(71,173)

Note: The above Cash Flow has been Prepared as per AS-3

In terms of our report of even date
For Sekhar & Co
Chartered Accountants
Firm No. 003695-S

For and on behalf of Board of Directors

G Ganesh
Partner
M. No. -211704
Place : Secunderabad
Date: 18/5/2010



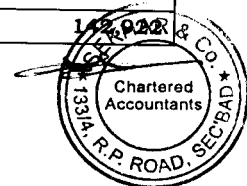
Narender Surana
Narender Surana
Director

Devendra Surana
Devendra Surana
Director

1. Share Capital	As on 31-Mar-10 Rs.	As on 31-Mar-09 Rs.
AUTHORISED 50,00,000 Equity Shares of Rs 10/- Each	50,000,000	50,000,000
ISSUED, SUBSCRIBED AND PAID UP 40,00,000 Equity Shares of Rs 10/- Each fully paid up	40,000,000	40,000,000
(The above shares held by the M/s Bhagyanagar India Limited - The holding co and its nominees)	40,000,000	40,000,000

2 . Unsecured Loans	As on 31-Mar-10 Rs.	As on 31-Mar-09 Rs.
a) Unsecured Loan from Shareholders and Holding Company	190,708,100	190,708,100
	190,708,100	190,708,100

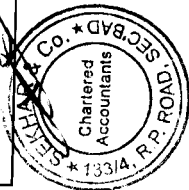
4. Cash and Bank Balances	As on 31-Mar-10 Rs.	As on 31-Mar-09 Rs.
a) Balance with scheduled Banks - In Current Account	126,548	137,503
b) Cash in Hand	295	5,419
	126,843	142,922



Scientia Infocom India Limited

Schedule No.3 Fixed Assets

Name of the Asset	Rate of Depn	Gross Block				Depreciation				Net Block	
		As on 01-04-09	Additions During the year	Del/Adj During the year	As on 31-03-10	Up to 31-03-09	For the year	Del/Adj During the year	Up to 31-03-10	As on 31-03-10	As on 31-03-09
Land Free Hold	-	229,950,100	0	0	229,950,100	22,995,100	0	0	229,950,100	229,950,100	229,950,100
		229,950,100	0	0	229,950,100	22,995,100	0	0	229,950,100	229,950,100	229,950,100

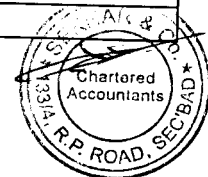


5. Other Liabilities & Provisions	As on 31-Mar-10 Rs.	As on 31-Mar-09 Rs.
Provision for Statutory Audit Fees	5,515	5,515
TDS Payable	-	1,699
	5,515	7,214

6 . Miscellaneous Expenses (to the extent of not adjusted or written off)	As on 31-Mar-10 Rs.	As on 31-Mar-09 Rs.
Preliminary Expenses Opening Balance	7,240	10,860
Less Written off during the year	3,620	3620
	3,620	7,240

Schedules to Profit & Loss a/c

7. Expenses	For the period ended on 31 - Mar - 2010	For the period ended on 31 - Mar - 2009
8. Expenses		
Printing and Stationary	220	5,850
Filing Fees	2,224	5,100
Remuneration to Statutory Auditors		
- Audit Fees	5,515	5,515
Professional & Consultancy Charges	3,400	20,499
Other Expenses	-	11,286
Preliminary Expenses Written Off	3,620	3,620
Advertisement	-	1,368
Miscellaneous Expenses	3,020	3,084
Rates & Taxes	-	20,067
	17,999	76,389



Schedule-08

Significant Accounting Policies and Notes on Accounts Forming Part of Balance Sheet and Profit & Loss Account

8. Significant Accounting Policies

i. Basis of Preparation of Financial Statements

The financial statements are prepared under the Historical cost convention with the generally accepted accounting principles in India and the provisions of the Companies Act, 1956.

ii. Use of Estimates

The Preparation of Financial Statements requires estimates and assumptions to be made that effect the reported amount of assets and liabilities on the date of financial statements and reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

iii. Own Fixed Assets

Fixed Assets are stated at cost net of modvat / cenvat / value added tax , less accumulated depreciation and impairment loss, if any. Any costs, including financing costs till commencement of commercial production, net charges on foreign exchange contracts and adjustments arising from exchange rate variations to the fixed assets are capitalized.

iv. Depreciation

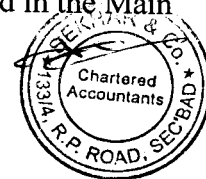
Depreciation is provided on written down value method at the rate and in the manner prescribed in Schedule XIV to the Companies Act, 1956.

v. Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Profit and Loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.



- vi. Investments**
Long Term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such decline is other than temporary in the opinion of the management.
- vii. Inventories**
Items of Inventories are measured at lower of cost or net realizable value, after providing for obsolescence, if any. Cost of inventories comprises of all cost of purchase including duties and taxes other than credits under CENVAT and is arrived on First in First out basis. Semi Finished goods are valued at cost or net realizable value whichever is lower. Finished goods are valued at cost including excise duty payable or Net realizable value whichever is lower. Cost includes Direct Material, Labour cost and appropriate overheads.
- viii. Foreign Currency Transactions**
Transactions in foreign currency are recorded at the exchange rate, prevailing on the date of transaction or at the exchange rates under the related forward exchange contracts. Profit/Loss on outstanding Foreign Currency contracts have been accounted for at the exchange rates, prevailing at the year end rates as per FEDAI/RBI.
- ix. Employee Retirement / Terminal Benefits**
The employees of the company are covered under Group Gratuity Scheme of Life Insurance Corporation of India. The premium paid thereon is charged to Profit and Loss Account. Leave Encashment liability is provided on the basis of best management estimates on actual entitlement of eligible employees at the end of the year.
- x. Provision, 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 event and it is probable that there will be an outflow of resources. Contingent Liabilities, which are not recognized, are disclosed in notes. Contingent Assets are neither recognized nor disclosed in Statements.
- xi. Turnover**
Turnover includes sale of goods, services, sales tax, service tax and adjusted for discounts (net), excise duty. Inter-Unit sales are excluded in the Main Profit and Loss account.



xii. Provision for Taxation

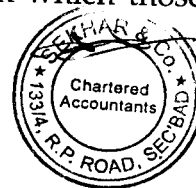
Provision is made for Income Tax, estimated to arise on the results for the year, at the current rate of tax, in accordance with the Income Tax Act, 1961. Taxation deferred as a result of timing difference, between the accounting & taxable profits, is accounted for on the liability method, at the current rate of tax, to the extent that the timing differences are expected to crystallize. Deferred tax asset is recognized only to the extent there is reasonable certainty of realization in future. Deferred tax assets are reviewed, as at each Balance Sheet date to re-assess realization.

xiii. Prior Period Expenses / Income :

Prior period items, if material are separately disclosed in Profit & Loss Account together with the nature and amount. Extraordinary items & changes in Accounting Policies having material impact on the financial affairs of the company are disclosed.

xiv. Sundry Debtors, Loans and Advances

Doubtful Debts/Advances are written off in the year in which those are considered to be irrecoverable.

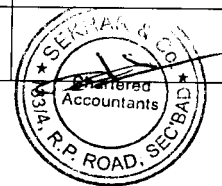


Schedule-8B Notes to accounts

i) Related Party Disclosure

A: Relationship

<u>Entities in which directors are interested</u>	<u>Holding Company</u>	<u>Joint venture & Associates</u>	<u>Key Management Personnel</u>	<u>Relatives of key management personnel</u>
Surana Telecom and Power Limited	Bhagyanagar India Limited		G M Surana	Namrata Surana
Innova Technologies Private Limited			Narender Surana	Nivriti Surana
Value Infrastructure & Properties Pvt Ltd			Devendra Surana	Vinita Surana
Bhagyanagar Energy & Telecom Pvt Ltd			Manish Surana	
Bhagyanagar Infrastructure Ltd				
Bhagyanagar Entertainment Ltd				
Every Time Foods Industries Pvt Ltd				
Surana Infocom Private Ltd				
Andhra Electro Galvanising Works				
Tranquil Avenues India Pvt Ltd				
Royal Skyscrapers India Pvt Ltd				
Celestial Avenues Pvt Ltd				
Innova Infrastructure Pvt Ltd				
Majestic Logistics Pvt Ltd				
Innova Biotech India Pvt Ltd				
Epicentre entertainment Private Ltd				

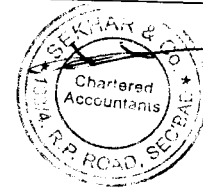


Metropolitan Ventures India Limited				
Bhagyanagar Properties Private Ltd				
Bhagyanagar Telecom Ltd				
Bhagyanagar Metals Ltd				
Bhagyanagar Ventures Ltd				
Surana Ventures Limited				
Savitrimata Realtors Pvt Ltd				
BEIDCPL				
Advantage Real Estate India Pvt Ltd				
Globecom Infra-ventures Pvt Ltd				
GMS Realtors Pvt Ltd				

B : Transactions

(Rs in lacs)					
<u>Nature of Transaction</u>	<u>Entities in which directors are interested</u>	<u>Holding Company</u>	<u>Associates</u>	<u>Key Management Personnel</u>	<u>Relatives of key management personnel</u>
Unsecured Loan availed	Nil (Nil)	Nil	Nil	243.83 (243.83)	Nil
Unsecured Loan repaid	Nil (Nil)	243.83 (Nil)	Nil	Nil	Nil
Maximum Loan Outstanding	Nil (Nil)	1663.25	Nil	487.66	Nil

* Figures In brackets indicates previous year figures

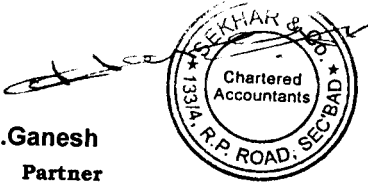


- ii) The company was incorporated on 07 - Nov - 2005 .
- iii) The Company has acquired Free Hold Land to an extent 7 Acres at Vattinagulapally Village , Rajendranagar Mandal Ranga Reddy District from M/s i Labs Information Technology and Life Sciences Parks (P) Limited for a total sale consideration of 22,99,50,100.00 including Registration charges, stamp duty and other expenses.
- iv) The Management is exploring the business opportunities pending which the accounts are prepared on going concern basis.
- v) Contingent Liabilities which can crystallise at a later date having major impact over the financial performance of the company in near future are NIL as on date of Balance Sheet.
- vi) Capital commitment as on date of balance sheet are NIL.

This is the notes referred to above
in our report of even date

For and on behalf of the Board,

For and behalf of SEKHAR & CO.,
Chartered Accountants,
Firm No. 003695-S

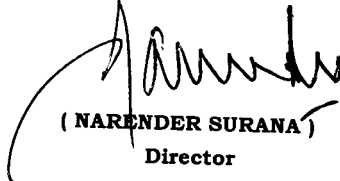


G.Ganesh
Partner

M.No.-211704

Place : Secunderabad

Date : 18/5/2010.


(NARENDER SURANA)
Director


(DEVENDRA SURANA)
Director