

METROPOLITAN VENTURES INDIA LIMITED

3RD ANNUAL REPORT

2009-2010

BOARD OF DIRECTORS:

DEVENDRA SURANA - DIRECTOR

MANISH SURANA - DIRECTOR

N. KRUPAKAR REDDY - DIRECTOR

REGISTERED OFFICE:

3RD 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 3rd Annual General Meeting of the Members of **METROPOLITAN VENTURES INDIA LIMITED** will be held on Wednesday, 30th June, 2010 at 11.30 a.m. at the Registered Office of the Company at 3rd 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 Profit and 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.

SPECIAL BUSINESS

4. APPOINTMENT OF N. KRUPAKAR REDDY AS DIRECTOR:

To consider and, if thought fit, to pass, with or without modifications, the following resolution as **ORDINARY RESOLUTION**:

“RESOLVED THAT Shri N. Krupakar Reddy who was appointed as an Additional Director of the Company by the Board of Directors at their meeting held on, 3rd May, 2010 whose term is due to expire with the conclusion of this Annual General Meeting of the Company as per Section 260 of the Companies Act, 1956 and in respect of whom the Company has received a notice under Section 257 of the Act in writing by a member proposing the candidature for the office of Director, be and is hereby appointed as Director of the Company.”

By Order of the Board
for **METROPOLITAN VENTURES INDIA LIMITED**

Place: Secunderabad
Date: 18.05.2010

Sd/-
DEVENDRA 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 3rd Annual Report and the Audited Statement of Accounts for the financial year ended 31st March 2010, together with the Auditors Report thereon.

FINANCIAL RESULTS:

Your company financial results for the year 2009-10 are given below in summarized format:

Particulars	For the Period ended on 31/03/2010 Rs.	For the Period ended on 31/03/2009 Rs.
INCOME		
a) Profit on sale of land	-	46,15,000
	-----	-----
	-	46,15,000
	-----	-----
EXPENDITURE		
a) Audit fees	2,206	2,206
b) Filing Fees	12,700	2,550
c) Professional and consultancy fee	300	3,750
d) Preliminary Expenses written off	35,137	35,137
e) Pre-operative expenses written off	-	8,306
	-----	-----
	50,343	51,949
	-----	-----
Profit before Taxation	(50,343)	45,63,051
	-----	-----
Provision for taxation	(1,41,005)	17,06,785
	-----	-----
Profit after taxation	90,662	28,56,266
	-----	-----
Balance B/F from Previous Year	28,56,266	-
	-----	-----
Balance C/F to Balance Sheet	29,46,928	28,56,266
	-----	-----

DIVIDEND:

The Directors do not recommend any dividend for the financial year 2009-10.

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

During the year, the Board appointed Shri N. Krupakar Reddy as an Additional Director and as per Section 260 of the Companies Act, 1956 his term of office is due to expire at the

conclusion of this Annual General Meeting. The Company has received notice in writing, proposing the appointment of Shri N. Krupakar Reddy as Director.

Shri S Balasubramanian has tendered his resignation as Director on the Board of the Company with effect from 03.05.2010.

COMPLIANCE CERTIFICATE:

In accordance with requirement of Section 383A of the Companies Act, 1956, Certificate from Shri Syed Meera Mohiddin, 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 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 **METROPOLITAN VENTURES INDIA LIMITED**

Place: Secunderabad
Date: 18.05.2010

Sd/-
DEVENDRA SURANA
DIRECTOR

Sd/-
MANISH SURANA
DIRECTOR

ANEXURE 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 **METROPOLITAN VENTURES INDIA LIMITED**

Place : Secunderabad
Date : 18.05.2010

Sd/-
DEVENDRA SURANA
DIRECTOR

Sd/-
MANISH SURANA
DIRECTOR

CIN: U45200AP2007PLC053036

Nominal Capital: Rs. 1,00,00,000

Compliance Certificate

To

The Members

M/s. Metropolitan Ventures India Limited

Block "A" 3rd Floor, Surya Towers,

S.D. Road.

Secunderabad – 500 003.

We have examined the registers, records, books, and papers of M/s. Metropolitan Ventures India 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 a public limited company, comments are not required.
4. The Board of Directors duly met 6 (Six) times on 17.04.2009, 04.06.2009, 17.08.2009, 05.10.2009, 04.01.2010, and 25.03.2010. In respect of which meetings proper notices were given, the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. 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. The Company has not held any extraordinary general meetings 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) The Company has delivered all the Share Certificate on the allotment of Securities and on lodgment thereof for transfer/transmission or any other purpose in accordance with the provisions of the Act.
 - (ii) The Company 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.
15. The Company has not appointed any sole-selling agents during the financial year.



16. The Company has not obtained 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.
17. 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.
18. The Company has not issued any shares, debentures or other securities during the financial year.
19. The Company has not bought back any shares during the financial year.
20. The Company does not have any Preference Shares / Debentures.
21. 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.
22. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of section 58A during the financial year.
23. 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.
24. 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.
25. 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.
26. The Company has not altered the provisions of the Memorandum with respect to Objects of the Company during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to the name of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to Share Capital of the Company during the financial year under scrutiny.
29. The Company has not altered its Articles of Association during the financial year.
30. 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.
31. The Company has not received any money as security from its employees during the financial year.



32. 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

Place: Secunderabad
Date: 18.05.2010

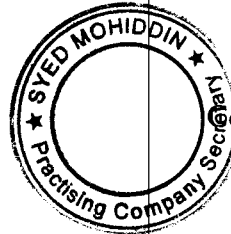


Syed Meera Mohiddin.
Syed Meera Mohiddin
Company Secretary in Practice
ACS: 19395
CP No: 7813

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 No./ Return	Filed on	Under Section	Event	Whether filed within the prescribed time (Yes/No)	If delay in filing whether requisite fee paid (Yes/No)
1.	Forms 23AC, 23ACA	19.01.2010	220	Audited Balance Sheet, Profit and Loss Account, Auditors' Report and the Directors' Report, adopted in the 2 nd Annual General Meeting, for the financial year ended on 31 st March 2009	No	Yes
2.	Form 66	04.01.2010	383A	Compliance Certificate obtained from Syed Meera Mohiddin, Company Secretary in Practice for the financial year 2008-09.	No	Yes
3.	Form 20 B	06.01.2010	159	Annual Return for the 2 nd Annual General Meeting held on 30 th June, 2009	No	Yes



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

Place: Secunderabad
Date: 18.05.2010



SEKHAR & CO.

CHARTERED ACCOUNTANTS

PARTNERS :

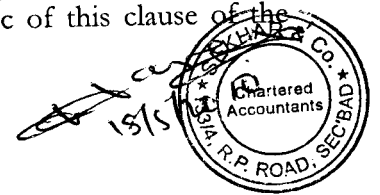
K.C. Devdas, B.Com., F.C.A.

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

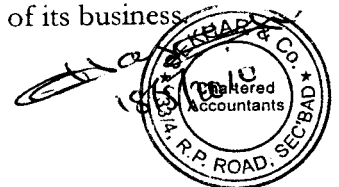
G. Ganesh, B.Com., F.C.A., DISA (ICA)

To
The Members of
Metropolitan Ventures India Limited

1. We have audited the attached Balance Sheet of Metropolitan Ventures India Limited as at March 31, 2010, Statement of Profit and Loss account for year ended March 31, 2010 and Cash Flow Statement 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 by Companies (Auditor's Report) Order, 2004 (together henceforth called as the 'Order') issued by the Government of India in terms of Section 227 (4A) of the Companies Act, 1956 (the 'Act'), and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we give below, a statement on the matters specified in paragraphs 4 & 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. 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 registered 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 taken a loan of Rs. 15.65 Lakhs from the Holding company during the year in addition to the opening balance. The Maximum and year end balance is Rs. 4.29 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 vale 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 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.
4. Further to our comments above, we report that:
- 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;
 - 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.
 - The Balance Sheet, Profit and Loss account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts of the Company.
 - 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.
 - 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.
 - 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 the Profit and Loss Account of the **Loss** for the year ended March 31, 2010;
 - in the case of cash flow statement, 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: 18/5/2010

METROPOLITAN VENTURES INDIA LIMITED
Balance Sheet as on 31st March 2010

Particulars	Sch.No.	As on 31- Mar - 2010 Rs.	As on 31- Mar - 2009 Rs.
I.Sources of Funds			
a) Share capital	1	5,000,000	5,000,000
b) Reserves & Surplus		2,946,928	2,856,266
c) Unsecured Loans	2	42,969,780	41,404,000
Total		50,916,708	49,260,266
II.Application of Funds			
A)Fixed Assets			
a) Gross Block	3	50,417,500	50,417,500
b) Less Depreciation		-	-
c) Net Block		50,417,500	50,417,500
B) Current Assets Loans and advances			
Cash & Bank Balances	4	14,755	29,961
Sundry Debtors	5	381,250	381,250
		396,005	411,211
Less: Current Liabilities & Provisions			
Provisions	6	2,206	1,708,991
Net Current assets		393,799	(1,297,780)
C) Miscellaneous Expenses (to the extent not written off or adjusted)			
Preliminary Expenses		105,409	140,546
Significant Accounting Policies and Notes to Accounts	8		
Total		50,916,708	49,260,266

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 for and on behalf of the Board.

For Sekhar & Co,
Chartered Accountants

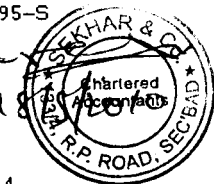
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G Ganesh
(Partner)

M.No. -211704

Place : Secunderabad

Date : 18/5/2010



(Signature)
(Devendra Surana)
Director

(Signature)
(Manish Surana)
Director

METROPOLITAN VENTURES INDIA LIMITED
Profit & Loss Account for the year ended 31st March 2010

Particulars	Sch.No.	For the Year ended 31.03.2010	For the Year ended 31.03.2009
INCOME			
Profit on sale of land		-	4,615,000
Other Income			
Total		-	4,615,000
EXPENDITURE			
a) Expenses	7	50,343	51,949
b) Depreciation			
Profit for the year		(50,343)	4,563,051
Profit before Taxation		(50,343)	4,563,051
Provision for Taxation			
Current Year			1,706,785
For earlier years Excess Provision W Back		141,005	
Profit after Taxation		90,662	2,856,266
Balance B/F fr.Previous Year	8	2,856,266	-
Balance C/F to Balance Sheet		2,946,928	2,856,266

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

Signatories to Profit & Loss Account and Schedules 8 for and on behalf of the Board.

For Sekhar & Co,
Chartered Accountants
Firm No. 003695-S

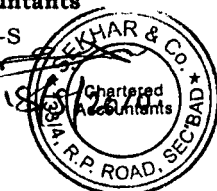
G Ganesh

Partner

M No 211704

Place : Secunderabad

Date : 18/5/2010



(Signature)
(Devendera Surana)
Director

(Signature)
(Manish Surana)
Director

Metropolitan Ventures India Limited

Cash flow Statement for the year ended 31st March 2010

(Amount in Rupees)

PARTICULARS	2009-10	2008-09
A. Cash flow from Operating Activities		
Net profit before tax as per annexed Profit and loss account	(50,343)	4,563,051
Add: Adjustments for:		
Depreciation	-	-
Preliminary Expenses Written off	35,137	35,137
Pre- operative Expenses	-	8,306
Unrealised gain of Foreign Exchange	-	-
Lease rents Amortised	-	-
Bad debts Written off & Provision for bad debts	-	-
Balances/Provisions no longer required written back	-	-
Profit on sale of investments(Net)	-	-
Profit on Sale of Assets	-	(4,615,000)
Interest paid	-	-
Interest Received	-	-
Dividends Received	-	-
Operating profit before working Capital Changes	(15,206)	(8,506)
inventories	-	-
Loans and Advances	-	-
Other current Assets	-	(381,250)
Sundry Debtors	-	-
Trade payables and other Current liabilities	(1,565,780)	520
Advance from Customers	-	-
Cash generated from Operations	(1,580,986)	(389,236)
Income tax and Fringe Benefit Tax paid	-	-
Taxes of Earlier years	-	-
Net cash (used in)/from operating activities(A)	(1580986)	(389,236)
B Cash flow from Investing Activities		
Purchase of Fixed Assets	-	(40,381,250)
Sale of Fixed Assets	-	40,381,250
Purchase of Mutual Fund & Other investment	-	-
Sale of Mutual Funds & Other investments	-	-
Dividend Received on Shares and Mutual Funds	-	-
Interest Received	-	-
Changes in Capital Work in Progress	-	-
Loans to Joint Ventures and Subsidiaries	-	-
Net Cash (used in)/from Investing Activities (B)		



C Cash flow from Financing Activities		
proceeds from issue of share capital	-	-
Proceeds from FCCB(net realised)	-	-
FCCB Issue Expenses Charged to Securities Premium Account	-	-
Proceeds form Short term Loans(Net)	-	-
Repayment/(Receipt) of Long Term Loans	1,565,780	403,750
Intrest paid	-	-
Dividend Paid	-	-
Net Cash (used in)/from Investing Activities ©	1,565,780	403,750
Net Increase / Decrease in cash and Cash Equivalents (A+B+C)	(15206)	14,514
Cash and Cash Equivalents Opening Balance	29961	15,447
Cash and Cash Equivalents Closing Balance	14755	29,961
Change in Cash and Cash Equivalents	(15206)	14,514

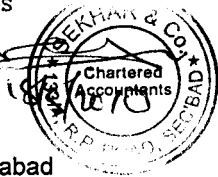
Notes: The above Cash flow statement has been prepared under the "Indirect Method"as set out in Accounting Standard-3 on Cash Flow statement issued by the Institute of Chartered Accountants of India

In terms of our report of even date

For and on behalf of Board

For Sekhar & Co
Chartered Accountants
Firm No. 003695-S

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



(Signature)
(Devendra Surana)
Director

(Signature)
(Manish Surana)
Director

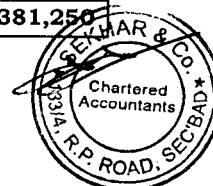
Schedules to the Balance Sheet

1. Share Capital	As on	As on
	31- Mar - 2010	31- Mar - 2009
	Rs.	Rs.
	Rs.	Rs.
AUTHORISED 1000000 Equity Shares of Rs.10/- each	10,000,000	10,000,000
ISSUED SUBSCRIBED 500000 Equity Shares of Rs.10/- each fully paid up (The above shares held by M/s Bhagyanagar India Ltd - Holding Company)	5,000,000	5,000,000
Total	5,000,000	5,000,000

2. Unsecured Loans	As on	As on
	31- Mar - 2010	31- Mar - 2009
	Rs.	Rs.
Loan from Holding Company	42,969,780	41,404,000
Total	42,969,780	41,404,000

4. Cash and Bank Balances	As on	As on
	31- Mar - 2010	31- Mar - 2009
	Rs.	Rs.
a) Balance with scheduled Banks - In current account	14,755	29,961
Total	14,755	29,961

5. Sundry Debtors	As on	As on
	31- Mar - 2010	31- Mar - 2009
	Rs.	Rs.
Others - Lotus Properties Developers Pvt Ltd	381,250	381,250
Total	381,250	381,250



METROPOLITAN VENTURES INDIA LIMITED

Schedule No. 3 Fixed Assets

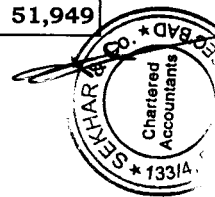
Name of the Asset Particulars	Gross Block				Depreciation			Net Block		
	As on 01-04-09	Additions During the year	Del/Adj During the year	As on 31-03-10	up to 01.04.08	For the year	Del/Adj During the year	Up to 31-03-10	As on 31-03-09	As on 31-03-10
Land Free Hold	50,417,500		-	50,417,500	-	-	-	-	50,417,500	50,417,500
	-	-	-	50,417,500	-	-	-	-	50,417,500	50,417,500



6. Current Liabilities	As on 31- Mar - 2010 Rs.	As on 31- Mar - 2009 Rs.
Provision for Taxation		1,706,785
Audit fee payable	2,206	2,206
Total	2,206	1,708,991

7. Miscellaneous Expenses (to the Extent not written off or adjusted)	As on 31- Mar - 2010 Rs.	As on 31- Mar - 2009 Rs.
Opening Balance	140,546	175,683
Less: written off during the period	35,137	35,137
Balance to be carried forward to the B/S	105,409	140,546

8. Expenses	For the year ended 31.03.2010	For the year ended 31.03.2009
a) Filing Fees	12,700	2,550
c) Professional & Consultancy Charges	300	3,750
d) Audit Fees	2,206	2,206
d) Preliminary Expenses writtern off	35,137	35,137
d) Pre-operative Expenses writtern off	-	8,306
Total	50,343	51,949



Metropolitan Ventures India Limited

2009-2010

Schedule-8

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

8A. 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.

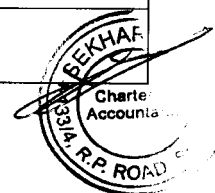


Schedule-8B Notes To Accounts

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		Devendra Surana	Namrata Surana
Innova Technologies Private Limited			Manish Surana	Vinita Surana
Value Infrastructure & Properties Pvt Ltd			N.K.Reddy	Nivriti Surana
Bhagyanagar Energy & Telecom Pvt Ltd				G M Surana
Bhagyanagar Infrastructure Ltd				Narender Surana
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				
Scientia Infocom India Limited				
Bhagyanagar Properties Private Ltd				



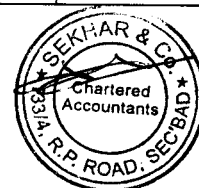
Bhagyanagar Telecom Ltd				
Bhagyanagar Metals Ltd				
Bhagyanagar Ventures Ltd				
Surana Ventures Limited				
Savitrimata Realtors Pvt Ltd				
BEIDCPL				
Advantage Real Estate India Pvt Ltd				
Globecom Infra-ventures Pvt Ltd				
GMS Realtors Pvt Ltd				

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>
		<u>Loan Availed</u>	<u>Maximum Outstanding</u>			
Unsecured Loan availed	Nil (Nil)	15.66 (4.03)	429.70 (414.04)	Nil	Nil	Nil

* Figures In brackets indicates previous year figures



- ii. Company was Incorporated on 6 th March, 2007.
- iii. Estimated Contractual Liability on account Capital Commitments as on 31.03.201 is Nil.
- iv. Contingent Liability - Nil.
- v. This is being the first year of Preparation of Profit and Loss Account, previous year's figures have not been given.

The Schedules referred to above form
an integral part of the Balance Sheet.

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

As per our report of even date
For SEKHAR & CO.,
Chartered Accountants,
Firm No. 003695-S

G.Ganesh
(Partner)



Membership No. 211704

Place: Secunderabad

Date: 18/5/2010


(DEVENDRA SURANA)
Director


(MANISH SURANA)
Director

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
(as required under part IV of the amended schedule VI of the Companies Act 1956)

I. Registration Details

a)	Company Identification No. (CIN)	U45200AP2007PLC053036		
b)	State Code No	01		
c)	Balance Sheet Date	31	03	2010
		(Date)	(Month)	(Year)

II. Capital Raised during the year (Amount in Rs.Thousands)

a)	Public Issue	Nil
b)	Rights Issue	Nil
c)	Bonus Issue	Nil
d)	Private Placement	Nil

III. Position of Mobilisation and Deployment of Funds (Amount in Rs.) 31-03-10

a)	Total Liabilities		50,916,708
b)	Total Assets		50,916,708
c)	Sources of Funds		
i)	Paid up Capital	5,000,000	
ii)	Reserves & Surplus	2,946,928	
iii)	Secured Loans	-	
iv)	Unsecured Loans	42,969,780	
d)	Application of Funds		
i)	Net Fixed Assets	50,417,500	
ii)	Investments	-	
iii)	Net Current Assets	393,799	
iv)	Miscellaneous Expenses (to the extent not written off)	105,409	

IV. Performance of Company (Amount in Rs.)

i)	Sales and other Income	-
ii)	Total Expenditure	50,343
iii)	Profit Before Tax	(50,343)
	Provision for Tax	
iv)	Earlier Years Excess Provision Written Back	141,005
v)	Profit After Tax	90,662
vi)	Earnings per share (Rs.)	0.18
vii)	Dividend (%)	NIL

V. Generic names of three Principal Products of Company

Item.Code.No.
Real Estate & Infrastructure Business

For and on behalf of the Board

Place	: Secunderabad	Sd.- DEVENDRA SURANA	Sd/- MANISH SURANA
Date	: 18.05.2010	Director	Director