



HORIZON INFRASTRUCTURE LIMITED

28th Annual Report
2010-2011



ANNUAL GENERAL MEETING	
DATE	: August 12, 2011
DAY	: Friday
TIME	: 3.00 p.m.
PLACE	: Babasaheb Dahanukar Hall, Oricon House, 12, K. Dubhash Marg, Kala Ghoda, Fort, Mumbai- 400 001

BOARD OF DIRECTORS

Shri S. Sundar	Chairman
Shri. M. P. Vora*	Managing Director
Shri. C. S. Sanghavi	Whole Time Director
Shri. Dinkar Samant	Whole Time Director
Shri. Chetan Kothari**	Executive Director
Shri. Nikhil Gandhi	Director
Shri. Bhavesh Gandhi	Director
Shri. Ajay Vikram Singh	Director
Shri. A. Prasad	Director
Shri. S. A. Peeran	Director
Shri. K. R. Chabria	Director

* (Appointed w.e.f. February 14, 2011)

** (Resigned w.e.f. February 14, 2011)

COMPANY SECRETARY

Shri. Nilesh Mehta (Resigned w.e.f. April 11, 2011)

Shri. Neeraj Rai (Appointed w.e.f. April 12, 2011)

BANKERS

1. Central Bank of India, Corporate Finance Branch, Mumbai
2. AXIS Bank Ltd., P.M. Road Branch, Mumbai
3. State Bank of India, Commercial Branch, Mumbai

AUDITORS

Bharat Shah & Associates
Chartered Accountants

REGISTERED OFFICE

SKIL House,
209, Bank Street Cross Lane, Fort,
Mumbai- 400 023.

CORPORATE OFFICE

101/B &C, Jolly Bhavan 2,
1st Floor, New Marine Lines,
Churchgate,
Mumbai 400 020

REGISTRAR & SHARE TRANSFER AGENTS

Link Intime India Pvt. Ltd.
C-13, Pannalal Silk Mills Compound,
L.B.S. Marg, Bhandup (West)
Mumbai-400 078.

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DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the 28th Annual Report of the Company together with the Audited Statement of Accounts for the year ended March 31, 2011.

FINANCIAL RESULTS

The financial results for the year ended March 31, 2011 are as following: -

	Rs. In Lakhs	
	2010-2011	2009-2010
Net Income	28572.35	16108.30
Less Expenditure	27669.79	15399.47
Profit before Depreciation & Taxation	902.57	708.83
Less Depreciation	29.50	37.72
Operating Profit	873.07	671.11
Provision for Tax / Deferred Tax	290.98	112.05
Profit after Tax	582.09	559.06
Balance carried forward to Balance Sheet	1446.13	1051.90
Consolidated Profit after Tax	(266.56)	559.67

DIVIDEND

Your Directors recommend a dividend of Rs. 1.50 (Rupee One and Fifty Paise) per equity share of Rs. 10.00 each equivalent to 15% (Fifteen percent) on the paid up equity share capital of the Company for the year ended March 31, 2011 subject to the approval of the shareholders at the Annual General Meeting. The dividend will be paid in compliance with applicable regulations.

REVIEW OF OPERATIONS

The Company's income increased from Rs. 16108.30 lacs in the previous year to Rs. 28572.35 lacs in the year under review and the Company made Profit before Tax of Rs. 873.07 lacs as compared to Profit before Tax of Rs. 671.11 lacs in the previous year. The Company continues to carry out infrastructure activities in various parts of the country.

SUBSIDIARY COMPANIES

The Subsidiaries of your Company as on March 31, 2011 were

- Metrotech Technology Park Private Limited
- Mahakaleshwar Knowledge Infrastructure Private Limited
- Varahi Infrastructure Private Limited

During the year, Mahakaleshwar Knowledge Infrastructure Private Limited and Varahi Infrastructure Private Limited have become subsidiaries of your Company.

As per the provisions of section 212 of Companies Act, 1956 ("the Act"), the holding Company is required to attach the Balance Sheet, P& L a/c, Directors Report, a statement of the holding company's interest in the subsidiary and report of auditors of all the subsidiary companies in the Annual Report of the Holding Company. However the Government of India, through its General Circular No: 2/2011 dated February 08, 2011 (the circular) granted general exemption for the said section 212 of the Act, that the above said provisions shall not apply in relation to subsidiaries of those companies which fulfill the conditions mentioned in the said circular.

Board of Directors by passing the resolution in the meeting held on May 30, 2011 availed the above exemption granted under the circular.



The Balance Sheet, Profit and Loss Account and other documents of the subsidiary companies are not being attached with the Balance Sheet of the Company. The Company will make available the Annual Accounts of the subsidiary companies and the related detailed information to any member of the Company who may be interested in obtaining the same. The annual accounts of the subsidiary companies will also be kept open for inspection at the registered office of the Company and that of the respective subsidiary companies. The Consolidated Financial Statements presented by the Company include the financial results of its subsidiary companies.

DIRECTORS

In accordance with the provisions of the Companies Act, 1956, Shri Nikhil Gandhi, Shri. A. Prasad and Shri S.A Peeran Directors of the Company, retire at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

The Board recommends their re-appointment.

Shri. M.P. Vora was appointed as Additional Director and Managing Director on February 14, 2011 and his appointment as Director and Managing Director is to be confirmed by shareholders in the Annual General Meeting.

A brief resume of the said Directors is provided in the notice convening the Annual General Meeting.

Shri. Chetan Kothari has tendered his resignation from the post of Directors w.e.f. February 14, 2011. The Board places on record the valuable contribution made by him during his tenure as Director of the Company.

CORPORATE GOVERNANCE

A separate section on Corporate Governance and the Certificate confirming the compliance with Clause 49 of the listing agreement are included in the Annual Report.

MANAGEMENT DISCUSSION AND ANALYSIS

A report on Management Discussion and Analysis as required under clause 49 of the Listing Agreement is also annexed to this Report.

LISTING AGREEMENT COMPLIANCES

The Company's equity shares are listed on the National Stock Exchange of India Ltd. ('NSE') and on the Calcutta Stock Exchange Association Ltd. ('CSE').

The Company has paid the annual listing fees for the year 2011-12 and has complied with the conditions of the Listing Agreement.

DEPOSITS

The Company has not accepted any deposits from the public or shareholders during the year.

DIRECTORS' RESPONSIBILITY STATEMENT

Your Directors further report that:

- (i) In the preparation of annual accounts, the applicable accounting standards have been followed and there are no material departures;
- (ii) The accounting policies selected have been applied consistently, judgments and estimates that are reasonable and prudent have been made so as to give a true and fair view of the state of affairs including its profit as at March 31, 2011;
- (iii) Proper and sufficient care is taken 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) The annual accounts have been prepared on a going concern basis.

INTERNAL AUDITORS

M/S RSVA & Co. Chartered Accountants, Mumbai have been appointed as Internal Auditors for conducting internal audit of the Company. The Internal Auditors independently evaluate the internal controls, monitor implementation of the accounting systems & procedures and the compliance of the statutory requirements. The Audit Committee of the Board of Directors periodically reviews the reports of the Internal Auditors.



AUDITORS

M/s Bharat Shah & Associates, Chartered Accountants, the Statutory Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting and being eligible, have expressed their willingness to continue.

The Company has received a letter from them to the effect that their reappointment, if made, would be within the prescribed limit under section 224(1B) of the Companies Act, 1956 and that they are not disqualified for such reappointment within the meaning of section 226 of the said Act.

PARTICULARS OF EMPLOYEES

During the financial year under review none of the employees of the company are covered under section 217 (2A) of the Companies Act, 1956 read with the Companies (Particular of Employees) Rules, 1975.

AUDITOR'S REPORT

The Auditor's Report to the Shareholders does not contain any reservations, qualification or adverse remark.

PERSONNEL

The personnel relations of the Company remained cordial and peaceful throughout the year.

ENERGY / TECHNOLOGY / FOREIGN EXCHANGE

Your Company's operation during the year under review does not involve substantial energy consumption and technology absorption. Foreign exchange earning and outgo during the year under review are Nil.

APPRECIATION

Your Directors thank all the employees of the Company, the Bankers, the clients, vendors and Governmental Authorities for their support during the year under review and look forward to their continued support in the future.

For and on behalf of the Board

Place : New Delhi
Date : July 7, 2011

S. Sundar
Chairman



CORPORATE GOVERNANCE REPORT

CORPORATE GOVERNANCE REPORT

In compliance with the Corporate Governance requirements as stipulated in clause 49 of the Listing Agreement with the Stock Exchanges a report on Corporate Governance is set out below.

1. A brief statement on company's philosophy on code of corporate governance

The Company's philosophy on the Code of Corporate Governance envisions attainment of the highest levels of integrity, professionalism, transparency, accountability and fairness in respect of Company's operations, actions and achievement of highest internal standards in its governance. It aims to enhance shareholders' value and achieve the high standards of governance practices by putting in place a sound internal control system, timely disclosures and accurate information dissemination, for understanding risk profile and monitoring at every stage of the Company's operations.

2. Board of Directors

(i) Composition of the Board

The present strength of the Company's Board is ten Directors comprising of three Executive Directors and the other seven Non-Executive Directors including five independent Directors. The Chairman of the Board is a non-executive, independent Director. The strength of independent directors is 50% of the total Board members leading to an "independent" board profile.

None of the Directors of the Board is a member of more than 10 Committees or Chairman of more than 5 Committees which is in compliance of Clause 49 (1) (d) of the Listing Agreement. All the Directors have made requisite disclosures regarding board and committee memberships held by them in other companies and the same have been duly recorded by the Board in its meetings from time to time.

Details of composition of the Board, category, number of other Directorships and Committee Memberships are given below as on March 31, 2011:

Name	Category of Directorship	Designation	No. of Memberships in Boards of other Public Companies	No. of Chairmanships in Committees of Boards of other Public Companies	No. of Memberships in Committees of Boards of other Public Companies
Mr. S. Sundar	Non-Executive, Independent	Chairman	5	1	1
Mr. M. P. Vora \$	Executive	Managing Director	1	-	-
Mr. C. S. Sanghavi	Executive	Whole Time Director	-	-	-
Mr. Dinkar Samant	Executive	Whole Time Director	-	-	-
Mr. Chetan Kothari #	Executive	Executive Director	1	-	-
Mr. Nikhil Gandhi	Promoter, Non Executive, Non independent	Director	10	-	6
Mr. Bhavesh Gandhi	Promoter, Non Executive Non independent	Director	6	-	4
Mr. Ajai Vikram Singh	Non Executive, Independent	Director	1	-	-
Mr. A. Prasad	Non Executive, Independent	Director	-	-	-
Mr. S. A. Peeran	Non Executive, Independent	Director	-	-	-
Mr. K. R. Chabria	Non Executive, Independent	Director	-	-	-

Resigned on February 14, 2011

\$ Appointed on February 14, 2011

Directorships held in Foreign Companies, Private Limited Companies and Section 25 Companies are excluded. Chairmanships / Memberships of Board Committees include only Audit Committees and the Shareholder's/ Investors' Grievance Committees.



(ii) Meetings and Attendance during the year 2010-2011

During the year 8 Board Meetings were held i.e. on May 21, 2010, June 15, 2010, August 11, 2010, September 01, 2010, September 17, 2010, September 26, 2010 (Adjourned meeting of September 17, 2010), November 12, 2010 and February 14, 2011.

The attendance of each Director at Board Meetings during the year 2010-2011 and the last AGM is given below:

Name	No. of Board Meetings attended	Attendance at the last AGM
Mr. S. Sundar	8	Y
Mr. C. S. Sanghavi	8	Y
Mr. Dinkar Samant	7	Y
Mr. M. P. Vora \$	-	N
Mr. Chetan Kothari #	1	Y
Mr. Nikhil Gandhi	4	N
Mr. Bhavesh Gandhi	1	N
Mr. Ajai Vikram Singh	2	N
Mr. A. Prasad	8	Y
Mr. S. A. Peeran	3	Y
Mr. K. R. Chabria	8	Y

\$ Appointed on February 14, 2011

Resigned on February 14, 2011

The last AGM was held on August 11, 2010

3. Audit Committee

The Audit Committee of the Company is constituted in accordance with the provisions of Section 292A of the Companies Act 1956 and clause 49 of the Listing Agreement.

(i) Brief description of terms of reference

The Audit Committee has the following functions and responsibilities:

1. Overview of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible information is disclosed.
2. Recommending the appointment, re-appointment and removal of the statutory auditors, fixation of audit fee and also approval for payment for other services.
3. Disclosure of contingent liabilities.
4. Reviewing with the management the annual financial statements before submission to the Board focusing on:
 - a. Matters to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (2AA) of section 217 of the Companies Act, 1956;
 - b. Any changes in accounting policies and practices;
 - c. Major accounting entries involving estimates based on judgment by management;
 - d. Significant adjustments arising out of audit findings;
 - e. Compliance with stock exchange and other legal requirements relating to financial statements;
 - f. Disclosure of any related party transactions as per Accounting Standard 18;
 - g. Qualifications in the draft audit report;
 - h. Compliance with accounting standards;
 - i. The going concern assumption.



5. Reviewing with the management, the quarterly financial statements before submission to the Board for approval.
6. Reviewing with the management, performance of statutory and internal auditors, and adequacy of the internal control systems.
7. Discussion with internal auditors any significant findings and follow up thereon.
8. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
9. Discussion with the statutory auditors before the audit commences, of the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
10. Carrying out any other function as may from time to time be required under any statutory, contractual or other regulatory requirement.

(ii) Composition

The Audit Committee comprises of three Independent Directors and One Managing Director, the Chairman being an Independent Director.

Name of Member	Designation
Mr. A. Prasad	Chairman
Mr. S.A. Peeran	Member
Mr. K. R. Chabria	Member
Mr. C. S. Sanghavi #	Member
Mr. M.P. Vora \$	Member

Ceased to be a Member w.e.f. February,14, 2011

\$ Appointed on February 14, 2011

(iii) Meetings and Attendance during the year

Four Audit Committee Meetings were held during the year 2010-2011. The dates on which the Meetings were held are as follows:

May 21, 2010, August 11, 2010, November 11, 2010 and February 14, 2011.

The attendance record of the members during the year 2010-2011 is given below:

Sr. No.	Name of Member	Meetings	
		Held*	Attended
1.	Mr. A. Prasad	4	4
2.	Mr. S.A. Peeran	4	1
3.	Mr. K. R. Chabria	4	4
4.	Mr. C. S. Sanghavi #	4	3
5.	Mr. M.P. Vora \$	-	-

Ceased to be a Member w.e.f. February 14, 2011

\$ Appointed on February 14, 2011

*Committee Meetings held during the year represents the number of meetings held during the tenure of that director.

The Meetings of the Audit Committee were attended by the Chief Financial Officer and by the Statutory Auditors and Internal Auditors as Invitees.



4. Compensation / Remuneration Committee

(i) Brief descriptions of terms of reference

- (1) Recommending to the Board, the remuneration packages of the Company's Managing Director /Joint Managing Director /Deputy Managing Director /Whole Time Director /Executive Director, including all elements of remuneration package (i.e., salary, benefits, bonuses, perquisites, commission, incentives, stock options, pension, retirement benefits, details of fixed component and performance linked incentives along with the performance criteria, service contracts, notice period, severance fees etc.).
- (2) Implementing, supervising and administering any share or stock option policy or any other scheme formulated by the Company.
- (3) Establishing and administering any employee compensation and benefit plans.
- (4) Carrying out other functions as may from time to time be required under any statutory, contractual or other regulatory requirement.

(ii) Composition

The Compensation / Remuneration Committee consists of the following three Non-Executive Directors:

Name of Member	Designation
Mr. S. Sundar	Chairman
Mr. Nikhil Gandhi	Member
Mr. K. R. Chabria	Member

(iii) Meetings and Attendance during the year

During the year under review, no Committee meeting was held.

(iv) Remuneration Policy

The Company's remuneration policy is driven by the success and performance of the individual employee and the Company. Through its Compensation programme, the Company endeavours to attract, retain, develop and motivate a high performance workforce. The Company follows a compensation mix of fixed pay, benefits and Economic Value Analysis based variable pay. Individual performance pay is determined by business performance and the performance of individuals measured through the annual appraisal process.

(v) Remuneration to the Directors for the financial year 2010-2011 was as follows:

Sr. No.	Name of Director	Sitting Fees	Salary & Perquisites (Rs.)	Total
1.	Mr. S. Sundar	35000/-	-	35000/-
2.	Mr. M. P. Vora\$	-	600000/-	600000/-
3.	Mr. C. S. Sanghavi	-	-	-
4.	Mr. Dinkar Samant	-	-	-
5.	Mr. Chetan Kothari#	-	-	-
6.	Mr. Nikhil Gandhi	-	-	-
7.	Mr. Bhavesh Gandhi	-	-	-
8.	Mr. Ajai Vikram Singh	10000/-	-	10000/-
9.	Mr. A. Prasad	45000/-	-	45000/-
10.	Mr. S.A. Peeran	12500/-	-	12500/-
11.	Mr. K. R. Chabria	42500/-	-	42500/-

\$ Appointed on February 14, 2011

Resigned on February 14, 2011

The Company does not have any Employee Stock Option Scheme (ESOS).



Shareholding of Non-Executive Directors as on March 31, 2011

Sr. No.	Name of the Director	No. of Shares held
1	Mr. S. Sundar	Nil
2	Mr. Nikhil Gandhi	11,75,000
3	Mr. Bhavesh Gandhi	11,75,000
5	Mr. Ajai Vikram Singh	Nil
6	Mr. A. Prasad	Nil
7	Mr. S.A. Peeran	Nil
8	Mr. K. R. Chabria	Nil

5. Shareholders / Investors' Grievance Committee

(i) The Composition of Shareholders / Investors' Grievance Committee is as follows:

The Committee is headed by Mr. K. R. Chabria, Non – Executive Director.

Name of the Members	Designation
Mr. K. R. Chabria	Chairman
Mr. S. A. Peeran	Member
Mr. A. Prasad	Member
Mr. Dinkar Samant	Member

(ii) The Name and Designation of Compliance Officer

Name of the Compliance Officer	Designation
Mr. Nilesh Mehta	Company Secretary

(iii) Details of complaints received / request received, resolved and pending during the year 2010-2011

Total Shareholders' Complaints / Requests

Received	Resolved	Pending
Nil	Nil	Nil

6. GENERAL BODY MEETINGS

(i) Location and time of last three Annual General Meetings:

Year	Location	Date	Time
2007-2008	M. C. Ghia Hall, 2nd Floor, Bhogilal Hargovindas Building, 18/20, K. Dubhash Marg, Kala Ghoda, Mumbai 400 001	02.09.2008	4.00 p.m.
2008-2009	M. C. Ghia Hall, 2nd Floor, Bhogilal Hargovindas Building, 18/20, K. Dubhash Marg, Kala Ghoda, Mumbai 400 001	27.08.2009	3.30 p.m.
2009-2010	M. C. Ghia Hall, 2nd Floor, Bhogilal Hargovindas Building, 18/20, K. Dubhash Marg, Kala Ghoda, Mumbai 400 001	11.08.2010	3.00 p.m.

(ii) Special Resolutions passed during the last three years- Nil

(iii) Special Resolution passed during the Financial Year 2010-11 through the Postal Ballot – Nil

(iv) Person who conducted the postal ballot exercise – Not Applicable

(v) Whether any special resolution is proposed to be conducted through postal ballot – No

(vi) Procedure for postal ballot – Not Applicable as no Special Resolution was passed through Postal Ballot during the last year.



7. Disclosures

(i) Related Party Transactions

Disclosures on materially significant related party transactions appear at the appropriate place in notes to accounts of Schedule 18.

(ii) Details of non-compliance

There were no cases of non-compliance with Stock Exchanges or SEBI regulations, nor any cases of penalties or strictures imposed by any Stock Exchanges or SEBI or any other statutory authority for any violation related to the capital markets, during the last three years.

(iii) Whistle Blower Policy

Your Company at present does not have a Whistle Blower Policy. However any employee, if he / she desires, has free access to meet or communicate with the Audit Committee and report any matter of concern.

(iv) Details of compliance with mandatory requirements and adoption of the non-mandatory requirements of this Clause

There has been complete compliance with mandatory requirements and in respect of non-mandatory requirements, disclosure have been made to the extent of adoption.

8. Management Discussion and Analysis Report

As a part of the disclosure related to Management, in addition to the Directors' Report, Management Discussion and Analysis Report forms part of the Annual Report to the shareholders as per specifications of SEBI.

9. Code of Conduct for Board Members and Senior Management of the Company

In accordance with the requirement of Corporate Governance the Board of Directors of the Company has formulated a code of conduct for Directors and Senior Management of the Company, the Compliance of which has been affirmed by all Board Members and Senior Management Personnel. The required declaration to the effect signed by the Executive Director is annexed to the Annual Report.

10. CEO and CFO Certification

In accordance with requirement of Corporate Governance Clause 49(V) of the listing Agreement, the Board of Directors of the Company have been furnished with the requisite certificate from the Managing Director and Chief Financial Officer (CFO) of the Company, which is annexed to the Annual Report.

11. Disclosure regarding Directors' Appointment and Re-Appointment

The brief resume of the Directors being appointed / re-appointed is already mentioned in the notice of the meeting convening Annual General Meeting and therefore is not separately mentioned in this report.

12. Means of Communication

The quarterly, half yearly and Annual financial results are sent to the Stock Exchange in terms of the requirement of Clause 41 of the Listing Agreement and same are published in two newspapers i.e. in English and in local language and also put on the Company's website www.horizoninfra.com.

13. General Shareholder Information

(i) Annual General Meeting

- Date	Friday, August 12, 2011 at 3.00 p.m
- Venue	Babasaheb Dahanukar Hall, Oricon House, 12, K. Dubhash Marg, Kala Ghoda, Fort, Mumbai 400 001



(ii) Financial Calendar for the year 2011-12 (tentative)

	Tentative Schedule	Tentative Date
1.	- Financial reporting for the quarter ended June 30, 2011	On or before August 14, 2011
2.	- Financial reporting for the quarter ended September 30, 2011	On or before November 14, 2011
3.	- Financial reporting for the quarter ended December 31, 2011	On or before February 14, 2012
4.	- Financial reporting for the year ended March 31, 2012**	On or before May 14, 2012/ May 30, 2012**
5.	Annual General Meeting for the year ending March 31, 2012	On or before September 30, 2012

**As provided under clause 41 of the listing agreement, Board may also consider publication of Audited results for the financial year 2011-2012 by May 30, 2012 instead of publishing unaudited results for the fourth quarter.

(iii) Book Closure Dates August 09, 2011 to August 12, 2011 (both days inclusive)

(iv) Dividend Payment Date A dividend of Rs. 1.5/- per share on equity shares of Rs. 10/- each
The Dividend will be paid from August 18, 2011 onwards

(v) Listing on Stock Exchange National Stock Exchange of India Limited and Calcutta Stock Exchange Association Limited

(vi) Stock Code

Sr. No.	Exchange	Code
1.	National Stock Exchange of India Limited	Stock Code - HORIZONINF
2.	Calcutta Stock Exchange Association Limited	Stock Code - 18039
3.	Demat ISIN Number – for NSDL / CDSL	ISIN INE429F01012

(vii) Stock Market Price Data relating to Equity Shares listed in National Stock Exchange of India Limited (NSE) and Calcutta Stock Exchange Association Limited (CSE)

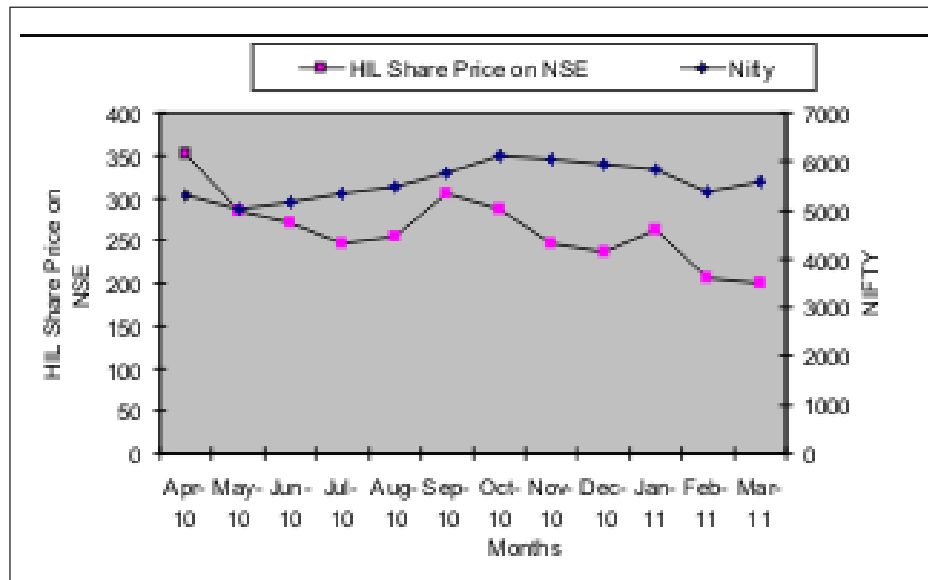
The monthly High & Low stock quotations in respect of same are furnished below:

Market Price data (in Rs.) as	Month	Apr	May	Jun	July	Aug	Sept
quoted at NSE for Financial Year 2010-11	High	389.60	334.95	315.00	286.00	286.75	390.00
	Low	314.00	236.15	225.00	208.01	221.30	220.25
	Month	Oct	Nov	Dec	Jan	Feb	Mar
	High	336.00	300.00	286.00	300.30	232.00	214.9
	Low	239.05	191.00	187.30	223.00	181.05	185.05
	Market Price data (in Rs.) as quoted at CSE for Financial Year 2010-11	Month	Apr	May	Jun	July	Aug
High		*NT	NT	NT	NT	NT	NT
Low		NT	NT	NT	NT	NT	NT
Month		Oct	Nov	Dec	Jan	Feb	Mar
High		NT	NT	NT	NT	NT	NT
Low		NT	NT	NT	NT	NT	NT

*NT – Not traded



(viii) Stock Performance in comparison to NSE



(ix) Registrars & Transfer Agents (RTA)

Link Intime India Private Limited,
 C – 13, Pannalal Silk Mills Compound,
 L.B.S. Marg, Bhandup (West),
 Mumbai 400 078
 Ph Fax : +91-22- 25963838: +91-22- 25946969

(x) Share Transfer System

The shareholders are advised to contact the Registrar and Share Transfer Agents at their address for effecting transfer of shares.

(xi) (a) Distribution of Shareholding as on March 31, 2011

No. of Shares	No. of Shareholders	% of Shareholders	No. of Shares	% to Total
1 – 500	2221	89.6287	133843	1.2462
501 – 1000	101	4.0759	83754	0.7798
1001 – 2000	50	2.0178	73391	0.6833
2001 – 3000	18	0.7264	46311	0.4312
3001 – 4000	22	0.8878	77280	0.7196
4001 – 5000	6	0.2421	27214	0.2534
5001 – 10000	13	0.5246	102306	0.9526
10001 & above	47	1.8967	10195901	94.9339
Total	2478	100.00	10740000	100.00



(b) Shareholding Pattern (categories of shareholders) as on March 31, 2011:

Category	No. of Shares held	% of Total shareholding
Promoters	5629589	52.42
FII's	2845	0.03
Bodies Corporate	3722423	34.66
Others	1385143	12.89
TOTAL	10740000	100.00

(xii) Dematerialization of Shares and Liquidity:

About 81.31% of outstanding equity was in dematerialized form as on March 31, 2011.

(xiii) Outstanding GDRs/ADRs/ Warrants or any Convertible instruments, conversion date and likely impact on equity

Not applicable

(xiv) Location of Works

During the financial the Company has executed work contracts in various parts of country particularly in the following states: Maharashtra, Andhra Pradesh, Uttar Pradesh, Uttaranchal, Rajasthan, J&K, Gujarat, Madhya Pradesh

(xv) Address for Correspondence

Registered Office:

SKIL House, 209, Bank Street Cross Lane,
Fort, Mumbai 400 023

Tel. No. +91-22-66199000

Fax No. +91-22-22696024

E-mail: investor_info@horizoninfra.com



Certificate Regarding Compliance of Conditions of Corporate Governance

To the Shareholders of Horizon Infrastructure Limited

We have examined the Compliance of conditions of Corporate Governance by Horizon Infrastructure Ltd. for the year ended on March 31, 2011 as stipulated in Clause 49 of the Listing Agreement of the said Company with the National Stock Exchange of India Limited and Calcutta Stock Exchange Association Limited.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial Statement of the Company.

In our opinion and to the best of our information and explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing agreement.

We state that no investor grievances are pending for a period one month against the Company as per the records maintained by the Shareholders/Investors Grievance Committee.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Virendra G. Bhatt

Place : Mumbai
Date : July 07, 2011

C.P.No. 124
A.C.S No. 1157

Certificate of Compliance with Code of Conduct

This is to affirm that the Board of Directors of Horizon Infrastructure Limited has adopted a Code of Conduct for its Board Members and Senior Management Personnel in compliance with the provisions of clause 49 (1D) of the Listing Agreement with the Stock Exchanges and Board Members and Senior Management Personnel of the Company have confirmed the compliance of provisions of the said code for the financial year ended March 31, 2011.

Place: Mumbai
Date: May 30, 2011

M. P. Vora
Managing Director



**Certificate of Managing Director / Executive Director and Chief Financial Officer on
Financial Statements under Clause 49 of the Listing Agreement**

We, M. P. Vora, Managing Director and Rakesh Verma, Chief Financial Officer of Horizon Infrastructure Limited hereby certify that: -

- a. We have reviewed financial statements and cash flow statement for the Financial Year ended March 31, 2011 and that to the best of our knowledge and belief:
 - i. these statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading;
 - ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the period which are fraudulent, illegal or violative of the Company's code of conduct.
- c. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d. We have indicated to the Auditors and Audit Committee that:
 - i. there have been no significant changes in internal control over financial reporting during the year;
 - ii. there have been no significant changes in accounting policies during the year; and
 - iii. there have been no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place: Mumbai
Date: May 30, 2011

M. P. Vora
Managing Director

Rakesh Verma
Chief Financial Officer



MANAGEMENT DISCUSSION AND ANALYSIS

INDIAN ECONOMY OVERVIEW

The Indian economy has emerged with remarkable rapidity from the slowdown caused by the global financial crisis of 2007-09. With growth in 2009-10 now estimated at 8% by the Quick Estimates and 8.60% in 2010-11 as per the Advance Estimates of the Central Statistics Office (CSO), the turnaround has been fast and strong. Growth is strong in 2010-11 (as per the Advance Estimates) with a rebound in agriculture and continued momentum in manufacturing, though there was a deceleration in services caused mainly by the deceleration in services, reflecting the base effect of fiscal stimulus in the previous two years. However, buoyancy in other indicators of industrial performance and the short-run nature of the IIP slowdown suggest that the deceleration is more in the nature of road bumps than indication of any long-run problem. The medium to long-run prospect of the economy, including the industrial sector, continues to be positive. On the demand side, a rise in savings and investment and pick up in private consumption has resulted in strong growth of the GDP at constant market prices at 9.7% in 2010-11. A sequenced and gradual withdrawal of the monetary accommodation is helping combat inflationary pressures. Notwithstanding the tightening money markets and moderate growth in deposits, the financial situation remained orderly with a pick up in credit growth, vibrant equity market and stable foreign exchange market. Though downside risks of global events, particularly movement in prices of commodities like crude oil (exacerbated by political turmoil in the Middle East) remain, the Indian economy is poised to further improve and consolidate in terms of key macroeconomic indicators.

Based on the performance of the economy over the last five years and analysis of the underlying trends of critical variables, India's real GDP is expected to grow by 9% in 2011-12. Since savings and investments show a positive momentum and the Government is implementing a gradual exit from the stimulus package, the savings and investment rates are likely to rise further. Hence it is expected that the economy's growth will breach the 9% mark in 2011-12. (Source: Economic Survey 2010-2011 Report)

OUTLOOK AND PROSPECTS

This high rate of growth cannot be sustained without a massive investment in infrastructure. The investment in infrastructure is likely to rise from 5.15 % of gross domestic product (GDP) during the Tenth Five Year Plan period (2002-07) to about 7.55 % during the Eleventh Five Year Plan (2007-12). A preliminary assessment suggests that investment in infrastructure during the Twelfth Five Year Plan (2012-17) would need to be of the order of about US\$ 1,025 billion to achieve a share of 9.95% as a proportion of GDP, according to the Planning Commission. At least 50 % of the investment should come from the private sector. This would imply that public sector investment in infrastructure would increase from US\$ 262.25 billion in the Eleventh Plan to around US\$ 409.92 billion in the Twelfth Plan at 2006-07 prices. This requires an annual increase of about 9.34 % in real terms. (Source: www.ibef.org)

RISKS AND CONCERNS

Risks are inherent in every business and their successful mitigation is necessary to protect profitability. In a highly competitive market, the ability to manage diverse risks determines success for a company. Our strategic focus on infrastructure sector in India exposes the Company to a variety of risks. We try to ensure that the risks we undertake are commensurate with better returns. We are subject to the following risks and uncertainties:

Competition Risk

The Company's operational results are affected by competition in the infrastructure sector in India. The Company expects competition to intensify due to possible new entrants (both national and international players) in various infrastructure segments and existing competitors further expanding their operations and the Company's entry into new markets where the Company may compete with well established companies.

Fixed Price Contract Risk

The Company has entered into fixed or guaranteed maximum price construction contracts with independent construction companies. Going forward, we expect to bring in-house an increasing portion of the construction works associated with our present and future projects under development. Hence we will be directly exposed to the variation in price of input materials and allied costs.



Interest Rate Risk

Fluctuations in interest rates have a bearing on the Company's interest income/expense from interest bearing assets and liabilities. Further, an increase in interest rates may affect the Company's bottom line.

Project development Risk

Your Company plans to make significant investments in a number of projects over the next several years. Our financial condition and earnings could be adversely affected if we are unable to win them at competitive prices and complete them without time and cost overruns..

Regulatory Risk

The company operates in a highly regulated environment and any adverse change in existing and new laws, regulations and policies affecting the present operating sectors could affect our profitability.

EMERGING BUSINESS OPPORTUNITIES

Tourism Sector:

The tourism industry in India is substantial and vibrant, and the country is fast becoming a major global destination. India's travel and tourism industry is one of the most profitable industries in the country, and also credited with contributing a substantial amount of foreign exchange. Economic growth has added millions annually to the ranks of India's middle class, a group that is driving domestic tourism growth.

India is currently ranked 12th in the Asia Pacific region and 68th overall in the list of the world's attractive destinations, according to the Travel and Tourism Competitiveness Report 2011 by the World Economic Forum (WEF). Investment in travel and tourism in India is expected to reach US\$ 109.3 billion by 2020.

According to the Department of Industrial Policy and Promotion (DIPP), the hotel and tourism industry's contribution to the Indian economy by way of foreign direct investments (FDI) inflows were placed at US\$ 2.35 billion from April 2000 to February 2011,). The domestic hospitality sector is expected to see investments of over US\$ 11 billion by 2012, with 40 international brands making their presence in the country in the next few years. (Source: www.ibef.org)

Your company is pursuing opportunities for creating high end health and wellness tourism facilities in the states of Himachal Pradesh and Maharashtra.

Integrated Township Sector:

Integrated and smart townships are now assuming considerable importance. According to industry experts, the concept is here to stay with convenience, affordability and lifestyle being the priorities of a customer. As the cities are expanding and traffic congestion becoming a common hindrance, compact townships, with integration of land use and transport planning, promise an energy efficient and environment friendly living space

Your Company is pursuing opportunities in developing integrated townships in Maharashtra and other states.

Knowledge Sector:

Education is an important indicator of social development. It is increasingly becoming the primary determinant of overall development in the emerging knowledge economy. The growth of the Indian economy in the recent past and the compulsion to sustain it is also forcing the Indian government to accelerate the process of developing all the branches of the Indian education system.

Your company is also pursuing opportunities for establishing a Knowledge Park in Maharashtra in collaboration with reputed educational institutions and universities.

COMPANY'S OVERVIEW

Your Company is in the business of development of infrastructure projects and plans to undertake the development of health & wellness tourism related projects, Integrated Townships, Knowledge Parks etc. Your Company has maintained a steady growth over the years and is planning to widen the spread of its activities and become a diversified player in the infrastructure sector.



DISCUSSION ON RESULTS OF OPERATIONS

The Company has registered total income of Rs. 28572.35 lacs for the financial year under review reflecting a growth of over 77.37 % as compared to preceding financial year. The prime reasons for this achievement are the strong order book position at the beginning of the financial year and execution of some of the fast track contracts undertaken during the year. The operating margin, that is, profit before depreciation, interest and taxes was registered at Rs. 3673.47 lacs as compared to Rs. 2230.61 lacs during the last fiscal, registering a growth of over 64.68 %. The Profit after tax was registered at Rs. 582.09 lacs for the year under review as compared to Rs.559.06 lacs in the previous financial year.

FACTORS AFFECTING OUR RESULTS OF OPERATIONS

Cost and availability of land for our proposed projects

The profitability of our business is linked to the availability of land, free of encumbrances, in project sites. Any restrictions or difficulties in the acquisition of land or encumbrances in project sites could adversely affect our operations.

Seasonality of Business

Our business is not seasonal, though our operations could be adversely affected by difficult working conditions during monsoon months.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

Your Company aims to contribute to this objective by focusing on education, health, hygiene & sanitation and community development initiatives.

HUMAN RESOURCES

Human Resources continue to be one of the biggest assets of the Company. The management is paying special attention to various aspects like training, welfare and safety and thereby further strengthening the human resources. Relations with the employees remained cordial throughout the year.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has adequate system of internal controls commensurate with its size and its operations. The Company's Internal Control System comprises of Standard Operating Procedures which are tested and tried at the operational level. These procedures are subject to internal audit by external firms. The internal auditors independently evaluate the adequacy of internal controls and concurrently audit the majority of the transactions in value terms. Independence of the internal audit is ensured by the direct reporting of Internal Auditors to the Audit Committee. The Company has also set up risk assessment and mitigation process. The Risk Management is periodically reviewed to ensure that the Company identifies its risks through means of a properly defined framework and mitigate the identified risks through proper action plans and reviews.

CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable securities, laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations include global and domestic supply and demand conditions affecting selling prices of finished goods, input availability and prices, changes in government regulations, tax laws, economic developments within the country and other factors such as litigation and industrial relations.



AUDITOR'S REPORT

Auditors' Report to the Members of Horizon Infrastructure Ltd.

1. We have audited the attached Balance Sheet of **Horizon Infrastructure Ltd** as at 31st March, 2011, Profit & Loss Account and Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
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 mis-statement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the 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 issued by the Central Government of India in terms of Sub-Section (4A) of Section 227 of the Companies Act, 1956(the 'Act') and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us , we give in the Annexure , a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
4. In accordance with the provision of Section 227 of the Companies Act, 1956, we report as under:
 - 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 :
 - c. The Balance Sheet, Profit & Loss Account & Cash Flow Statement referred to in this Report is in agreement with the books of accounts ;
 - d. In our opinion, the Balance Sheet & Profit & Loss Account & Cash Flow Statement dealt with by this report compiled with the Accounting Standards referred to in Section 211 3(C) of the Companies Act, 1956. ;
 - e. On the basis of written representations from the directors, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2011 from being appointed as a director under section 274(1)(g) of the Companies Act, 1956.
 - f. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the Accounting Principles Generally Accepted in India:
 - (i) In the case of the Balance Sheet of the state of affairs of the Company as at 31st March, 2011.
 - (ii) In the case of Profit & Loss Account of the Profit of the Company for the year ended on that date.
and;
 - (iii) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For BHARAT SHAH & ASSOCIATES
Chartered Accountants
Firm Reg. No. 101249W

BHARAT A. SHAH
PROPRIETOR
Membership No.32281

Place : Mumbai
Date : May 30, 2011



ANNEXURE TO AUDITOR'S REPORT

(Referred to in paragraph 3 of the Auditors' Report of even date)

1.
 - (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) All the fixed assets has been physically verified by the management during the year which in our opinion is reasonable having regard to the size of the company and nature of its fixed assets and no material discrepancies were noticed on such physical verification.
 - (c) In our opinion, the and according to the information and explanations given to us, the company has not disposed off any fixed assets during the year.
2.
 - (a) The inventories have been physically verified during the period by the management. In our opinion, the frequency of verification is reasonable.
 - (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) In our opinion and according to the information and explanations given to us, the Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt within the books of accounts.
3. In respect of loans secured or unsecured, granted or taken by the Company to/from Companies, Firms or other parties covered in register maintained under Section 301 of the Companies Act 1956.
 - (a) The Company has given loan to its three subsidiaries. In respect of said loan, the maximum amount outstanding at any time during the year is Rs. 20563.98 lacs and the year end balance is Rs. 20558.13 lacs .
 - (b) In our opinion and according to the information and explanations given to us, the rate of interest & other terms & conditions for such loans are not prima facie prejudicial to the interest of the Company considering the long term business interest of the Company.
 - (c) The said loan is repayable on demand and there is no repayment schedule.
 - (d) As the said loan is repayable on demand and therefore the question of overdue amount does not arise.
 - (e) The Company had not taken any unsecured loan during the year, however the maximum amount outstanding and year end balance is Rs. 4000 lacs in respect of outstanding loan taken from one of its Associate Company.
 - (f) In our opinion & according to information & explanation given to us, interest and other terms & conditions are not prima facie prejudicial to the interest of the company.
 - (g) The said loan is repayable on demand.
4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system 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. During the course of our audit, no major weakness has been noticed in the internal control system in respect of these areas.
5.
 - (a) To the best of our knowledge & belief & according to the information & explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under Section 301 of the Companies Act,1956 have been so entered.
 - (b) In our opinion & according to the information & explanations given to us, the transaction in pursuance of contract or agreement, entered in the register maintained under section 301 of the Companies Act, 1956, 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, where such market prices are available.
6. The Company has not accepted any deposits from public to which provisions of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the companies (acceptance of deposits) Rule 1975 apply.
7. In our opinion, the Company has an internal audit system commensurate with size and nature of its business.
8. We have been informed by the management that the Central Government has not prescribed maintenance of cost records for the Company under Section 209(1)(d) of the Companies Act, 1956.



9. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the company is generally regular in depositing the undisputed statutory dues including provident fund, income-tax, sales tax, wealth tax, service tax, customs duty, excise duty, cess and other material statutory dues applicable with the appropriate authorities, according to the information and explanation given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March 2011, for the period of more than six months from the date becoming payable.
- (b) According to the information and explanations given to us there are outstanding dues of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty, Excess Duty and Cess on account of any dispute are as follows:-

Sr.no.	Name of the Statute	Nature of Demand	Amount (In Lacs)	Period for which Amount Related	Forum where Dispute is Pending
1)	Income Tax Act 1961	Income Tax Assessment Dues	15.07	Financial Year 2008-09	Commissioner of Income tax Appeals Mumbai
2)	Income Tax Act 1961	TDS from Salaries	102.01	Financial Year 2008-09	Commissioner of Income tax Appeals Mumbai

10. The Company does not have accumulated loss as at March 31, 2011 and has not incurred any cash losses during the financial year covered by our Audit, and in the immediately preceding financial year.
11. According to the records of the company examined by us and the information and explanations given to us, the company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the balance sheet date.
12. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debenture and other securities.
13. The provision of any special statute applicable to chit fund /nidhi /mutual benefit fund / societies are not applicable to the company.
14. In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments.
15. In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
16. In our opinion, the term loan has been applied for the purpose for which it was raised.
17. On the basis of an overall examination of the balance sheet of the company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short term basis.
18. The company has not made any preferential allotment of shares to parties during the year.
19. According to the records of the company examined by us and the information and explanations given to us, the Company has not created securities in respect of debentures.
20. The Company has not raised any money by public issues during the year.
21. During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

For BHARAT SHAH & ASSOCIATES
Chartered Accountants
Firm Reg. No. 101249W

BHARAT A. SHAH
PROPRIETOR
Membership No.32281

Place : Mumbai
Date : May 30, 2011



BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	SCHEDULE	31ST MARCH 2011 Rs. In Lacs		31ST MARCH 2010 Rs. In Lacs	
I. SOURCES OF FUNDS					
SHAREHOLDER'S FUNDS					
Share Capital	01	1,074.00		1,074.00	
Reserves & Surplus	02	<u>1,561.13</u>		<u>1,166.90</u>	
			2,635.13		2,240.90
Secured Loan	03	20,052.14		20,075.93	
Unsecured Loan	04	<u>4,000.00</u>	<u>24,052.14</u>	<u>4,000.00</u>	<u>24,075.93</u>
			<u>26,687.27</u>		<u>26,316.83</u>
II. APPLICATION OF FUNDS					
FIXED ASSETS					
Gross Block	05	217.92		205.13	
Less: Depreciation		<u>124.98</u>		<u>95.48</u>	
Net Block		92.94		109.66	
Capital Work In Progress		<u>1,289.47</u>	1,382.41	<u>1,213.54</u>	1,323.20
INVESTMENTS	06		1,936.10		1,869.57
CURRENT ASSETS LOANS & ADVANCES					
Sundry Debtors	07	1,799.15		2,205.56	
Cash & Bank Balances	08	263.19		349.30	
Advances & Deposits	09	<u>24,522.33</u>		<u>22,415.80</u>	
				<u>26,584.67</u>	<u>24,970.66</u>
Less: Current Liabilities & Provisions					
Current Liabilities	10	2,543.68		1,536.97	
Provisions		<u>743.39</u>		<u>387.78</u>	
				<u>3,287.06</u>	<u>1,924.75</u>
Net Current Assets			23,297.61		23,045.91
DEFERRED TAX ASSET			10.16		8.15
MISCELLANEOUS EXPENDITURE					
Preliminary Expenses (To the extent not written off or adjusted)	11		61.00		70.00
			<u>26,687.27</u>		<u>26,316.83</u>
Notes to Accounts	18				

Schedules referred to above and notes to accounts form an integral part of the Balance sheet

AS PER OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD

For BHARAT SHAH & ASSOCIATES

Chartered Accountants
Firm Reg. No. 101249W

S. Sundar
Chairman

M.P. Vora
Managing Director

BHARAT A. SHAH
PROPRIETOR
Membership No. 32281

Neeraj Rai
Company Secretary

Rakesh Verma
Chief Financial Officer

C. S. Sanghavi
Director

Place : Mumbai
Date : May 30, 2011



PROFIT & LOSS ACCOUNT FOR YEAR ENDED 31 ST MARCH, 2011

PARTICULARS	SCHEDULE	31ST MARCH 2011 Rs. In Lacs	31ST MARCH 2010 Rs. In Lacs
INCOME			
Income From Operations	12	26,263.79	14,486.07
Other Income	13	2,308.56	1,622.23
TOTAL (A)		28,572.35	16,108.30
EXPENDITURE			
Construction & Operating Expenses	14	24,644.22	13,514.16
Employee Cost	15	119.37	69.54
Administrative & Selling Expenses.	16	135.29	293.99
Interest	17	2,770.90	1,521.78
TOTAL (B)		27,669.79	15,399.47
Profit Before Depreciation and Taxation (A-B)		902.57	708.83
Less : Depreciation	05	29.50	37.72
Profit Before Taxation		873.07	671.11
Provision for Taxation			
Income Tax		292.99	116.89
Fringe Benefit Tax		-	0.02
Deffered Tax		(2.01)	(4.86)
Profit / Loss For the Year		582.09	559.06
Surplus Brought Forward from Previous Year		1,051.90	618.08
Net profit available for Appropriation		1,633.99	1,177.14
Appropriations			
Proposed Final Dividend		161.10	107.40
Corporate Dividend Tax		26.76	17.84
BALANCE CARRIED FORWARD TO BALANCE SHEET		1,446.13	1,051.90
Earning Per Share (Basic/Diluted) (Rs.)		5.42	5.21
Notes to Accounts	18		

Schedules referred to above and notes to accounts form an integral part of the profit and loss account

AS PER OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD

For BHARAT SHAH & ASSOCIATES

Chartered Accountants
Firm Reg. No. 101249W

S. Sundar
Chairman

M.P. Vora
Managing Director

BHARAT A. SHAH
PROPRIETOR
Membership No. 32281

Neeraj Rai
Company Secretary

Rakesh Verma
Chief Financial Officer

C. S. Sanghavi
Director

Place : Mumbai
Date : May 30, 2011



SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2011

PARTICULARS **31ST MARCH 2011**
Rs. In Lacs **31ST MARCH 2010**
Rs. In Lacs

SCHEDULE - 1

SHARE CAPITAL

Authorised

75,000,000 Equity Shares of Rs. 10/- each

7,500.00

7,500.00

Issued, Subscribed & Paid-up

10,740,000/- Equity Shares of Rs. 10/- each, Fully paidup

1,074.00

1,074.00

1,074.00

1,074.00

SCHEDULE - 2

RESERVES & SURPLUS

Capital Reserve

115.00

115.00

115.00

115.00

Profit & Loss Account

From Profit & Loss A/c

1,446.13

1,051.90

1,446.13

1,051.90

Total

1,561.13

1,166.90

SCHEDULE - 3

SECURED LOANS

Central Bank of India

(Secured Against Post Dated Cheque)

20,000.00

20,000.00

Kotak Mahindra Prime Ltd

(Secured Against Hypothecation of Vehicles)

35.02

49.31

HDFC Bank Ltd

(Secured Against Hypothecation of Vehicle)

0.52

2.46

Kotak Mahindra Bank Ltd

(Secured Against Hypothecation of Vehicle)

4.53

6.94

Reliance Capital Ltd

(Secured Against Hypothecation of Vehicle)

7.78

11.26

ICICI Bank Ltd

(Secured Against Hypothecation of Vehicle)

4.30

5.97

20,052.14

20,075.93

SCHEDULE - 4

UNSECURED LOANS

Short Term

- From Others

4,000.00

4,000.00

4,000.00

4,000.00

SCHEDULE - 5

Rs. in Lacs

SR. NO.	PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
		OP.BAL. AS ON 31-03-10	ADDITIONS DURING THE YEAR	TOTAL AS ON 31-03-11	PROVIDED UPTO 31-03-10	FOR THE YEAR	TOTAL AS ON 31-03-11	AS ON 31-03-11	AS ON 31-03-10
1	Air Conditioners	1.36	-	1.36	1.10	0.04	1.13	0.23	0.26
2	Computers	8.06	4.10	12.16	5.53	1.43	6.96	5.20	2.53
3	Furniture & Fixtures	6.02	-	6.02	5.48	0.10	5.58	0.44	0.54
4	Office Equipments	8.55	0.99	9.54	5.61	0.47	6.08	3.46	2.94
5	Vehicle	181.15	7.69	188.84	77.76	27.46	105.23	83.61	103.38
	Total	205.13	12.78	217.92	95.48	29.50	124.98	92.94	109.66
	Previous Year	202.96	2.18	205.13	57.76	37.72	95.48	109.66	145.20
	Capital Work In Progress	1,213.54	75.92	1,289.47	-	-	-	1,289.47	1,213.54



SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	31ST MARCH 2011 Rs. In Lacs	31ST MARCH 2010 Rs. In Lacs
SCHEDULE - 6		
INVESTMENTS		
Trade Investments Unquoted : Fully Paid Up (At cost)		
100000 Equity Shares of Metrotech	65.70	65.70
Technology Park Pvt Ltd (100 % Subsidiary)of Rs. 10/- each		
10000 Equity Shares of Varahi Infrastructure Pvt Ltd	1.00	-
655300 Equity Shares of Mahakaleshwar Knowledge Infrastructure Pvt Ltd	65.53	-
17687941 (P.Y. 17687941) Equity Shares of Gujarat Positra Port Co. Ltd of Rs.10/- each	1,768.79	1,768.79
701500 (P.Y.701500) Equity Shares of Donyi Polo Petrochemicals Ltd of Rs. 10/- each	35.08	35.08
Total	<u>1,936.10</u>	<u>1,869.57</u>
SCHEDULE - 7		
SUNDRY DEBTORS (Unsecured & Considered Good)		
Out Standing for more than six Months	510.39	-
Out Standing for less than six Months	1,288.77	2,205.56
	<u>1,799.15</u>	<u>2,205.56</u>
SCHEDULE - 8		
CASH & BANK BALANCES		
Cash on Hand	3.03	3.07
Balance with Scheduled Banks (including cheques on hand)		
Current accounts	240.97	242.86
Deposit accounts	17.76	102.58
Dividend Account	1.44	0.78
	<u>263.19</u>	<u>349.30</u>
SCHEDULE - 9		
ADVANCES & DEPOSITS		
Advances Recoverable In Cash Or Kind (Unsecured, considered good)		
Advances	24,522.33	22,415.80
	<u>24,522.33</u>	<u>22,415.80</u>
SCHEDULE - 10		
(A) CURRENT LIABILITIES		
Sundry Creditors		
For Goods & Expenses	325.97	523.91
For Others	129.46	108.68
Advance Received	2,088.24	904.38
	<u>2,543.68</u>	<u>1,536.97</u>
(B) PROVISION		
Provision For Taxation & Dividend	743.39	387.78
	<u>743.39</u>	<u>387.78</u>
	<u>3,287.06</u>	<u>1,924.75</u>
SCHEDULE - 11		
MISCELLANEOUS EXPENDITURE (To the Extent Not Written off or Adjusted)		
Preliminary & Pre-Operative Expenses	61.00	70.00
	<u>61.00</u>	<u>70.00</u>



SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	31ST MARCH 2011	31ST MARCH 2010
	Rs. In Lacs	Rs. In Lacs
SCHEDULE - 12		
INCOME FROM OPERATIONS		
Works Contract	26,263.79	14,486.07
	26,263.79	14,486.07
SCHEDULE - 13		
OTHER INCOME		
Interest	2,308.56	887.89
Dividend	-	4.09
Profit in shares Trading	-	52.33
Profit on sale of investment	-	677.91
Sundry balances W/back	-	0.01
	2,308.56	1,622.23
SCHEDULE - 14		
COST OF CONSTRUCTION / WORKS		
Project Related Purchase Material		
Contract Expenses & Hire Charges	24,644.22	13,514.16
	24,644.22	13,514.16
SCHEDULE - 15		
EMPLOYEE COST		
Salaries, Wages & Bonus	118.98	69.25
Staff Welfare	0.40	0.29
	119.37	69.54
SCHEDULE - 16		
ADMINISTRATIVE & SELLING EXPENSES		
Advertisement Expenses	1.77	0.11
Auditors Remuneration	9.38	8.82
Bank Charges & Commission	4.31	0.31
Business Promotion Expenses	12.05	1.06
Donation	0.60	-
Sitting Fees to Directors	1.45	2.03
General Office Expenses	8.27	3.28
Legal & Professional Fees	14.15	97.94
Loan Processing Charges	-	120.33
Motor Car Expenses	7.86	7.49
NSDL/Listing / ROC Fees	1.42	1.05
Preliminary & Pre-Operative	9.00	9.00
Printing & Stationery	1.09	2.48
Rent	36.37	23.39
Repairs & Maintenance	3.84	0.84
Telephone Expenses	3.05	2.19
Tender Fees	6.00	-
Travelling Expenses	14.68	13.69
	135.29	293.99
SCHEDULE - 17		
INTEREST EXPENSES		
Interest	2,770.90	1,521.78
	2,770.90	1,521.78



ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS FOR THE YEAR ENDING 31ST MARCH, 2011

SCHEDULE – 18

I SIGNIFICANT ACCOUNTING POLICIES :

A. GENERAL

- a) The Company maintains its accounts on accrual basis following the historical cost convention in accordance with generally accepted accounting principles “GAAP” & in compliance with the Accounting Standards referred in Section 211 (3C) & other requirements of the Companies Act 1956.
- b) The preparation of financial statements in conformity with “GAAP” requires that the management of the company makes estimates & assumptions that affect the reported amounts of income & expenses of the period, the reported balances of assets & liabilities & the disclosures relating to contingent liabilities as of the date of the financial statements. Actual results could differ from estimates.

B. VALUATION OF FIXED ASSETS & DEPRECIATION

- a) Fixed Assets are depreciated on the Written Down Value Method at the rates specified in Schedule XIV of the Companies Act, 1956.
- b) Fixed Assets are valued at cost of acquisition inclusive of inward freight, duties, taxes and incidental expenses, less accumulated depreciation.
- c) Expenditure related to and incurred during implementation of projects are included under Capital Work-in-progress and the same are capitalized under the appropriate heads on completion of the projects.

C. INVESTMENTS

Current investments are carried at the lower of cost & quoted/fair value, computed category wise. Long Term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary in the opinion of the management.

D. TURNOVER

Turnover includes sales of goods and services inclusive of applicable taxes and net of trade discounts.

E. INVENTORIES

Inventories are measured at cost. Cost is determined on weighted average basis.

F. EMPLOYEE BENEFITS

- i) Short term employee benefits are recognized as an expense in the profit and loss account of the year in which the related services is rendered.
- ii) Post employment and other long term employee benefits are recognized as an expense in the profit and loss account for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the profit and loss account.

G. PROVISION FOR CURRENT AND DEFERRED TAXES.

Provision for Current Tax is made after taking into consideration benefits admissible under the provisions of Income Tax Act, 1961.

Deferred tax resulting from “timing differences” between taxable and accounting income is accounted for using the tax rules and laws that are enacted or substantially enacted as on the balance sheet date.



II. NOTES TO THE ACCOUNTS

1) Preliminary Expenses :

Preliminary expenses are amortized over a period of 10 years.

2) Remuneration to Auditors:

Particulars	Current Year (Rs. In Lacs)	Previous Year (Rs. In Lacs)
For Statutory Audit	4.00	4.00
For Tax Audit	0.50	0.50
For Income-Tax Matters	4.00	0.50
Service Tax	0.88	0.52
Reimbursement of Expenses	-	-
	9.38	5.52

3) Major Components of Deferred Tax Assets & Deferred Tax Liabilities:

(Rs.In Lacs)

Particulars	As at 31.03.2011		As at 31.03.2010	
	Deferred Tax Assets	Deferred Tax Liabilities	Deferred Tax Assets	Deferred Tax Liabilities
Difference Between Book Value of Depreciable Assets As Per Books Of Accounts & Written Down Value for Tax Purpose	30.58	-	23.96	-
Net Deferred Tax Asset	10.15	-	8.14	-
Net Incremental Asset Credited To Profit & Loss Account.	2.01		4.85	

4) Earning Per Share

(Rs.In Lacs)

Particulars	2010 – 2011	2009 - 2010
Net profit after tax available for equity share holders.	582.09	559.06
Weighted average (Number of Equity shares)	107.40	107.40
Basic and Diluted Earning per share.	5.42	5.21

5) Segment Information

The company is mainly engaged in Infrastructure activity in India. All activities of the company revolve around this main business.

As such there are no separate reportable segments as per accounting standard on segment reporting (AS – 17)



6) As per accounting standard 18, disclosures of the transactions with related parties as defined in the Accounting Standard are given below.

(i) List of related parties with whom transaction has taken place.

Sr. No.	Name of the related party	Nature of relationship
1	Metrotech Technologies Park Private Limited	Subsidiary
2	Mahakaleshwar Knowledge Infrastructure Private Limited	Subsidiary
3	Varahi Infrastructure Private Limited	Subsidiary
4	Awaita Properties Private Limited	Associate
5	SKIL Himachal Infrastructure & Tourism Limited	Associate
6	Grevek Investment & Finance Private Limited	Associate
7	SKIL Infrastructure Limited	Associate

(ii) Transaction during the year with related parties.

a) Transaction with subsidiary.

Sr. No.	Name of the related party	2010 – 2011 (Rs. In Lacs)	2009 – 2010 (Rs. In Lacs)
1.	Metrotech Technologies Private Limited Advances (Dr)	30.64	25.00
2	Mahakaleshwar Knowledge Infrastructure Private Limited Advance Given (Dr)	5,017.71	-
	Interest Received	776.25	-
3	Varahi Infrastructure Private Limited Advances (Dr)	3.73	-

b) Transaction with Associate.

Sr. No.	Name of the related party	2010 – 2011 (Rs. In Lacs)	2009 – 2010 (Rs. In Lacs)
1	Awaita Properties Private Limited Rent	46.91	45.33
2	SKIL Himachal Infrastructure & Tourism Limited Advance Given (Dr)	100.00	-
	Reimbursement of Capital Expenditure	-	26.62
	Payment Given for Land Purchase	-	26.00
3	SKIL Infrastructure Limited Advance Received (Cr)	740.00	-
4	Grevek Investment & Finance Private Limited Advance received (Cr)	864.00	4000.00



7) *Expenditure in foreign currency:*

Sr. No.	Particulars	2010 – 2011 (Rs. In Lacs)	2009 – 2010 (Rs. In Lacs)
1	Foreign Traveling	-	0.46

8) There are no outstanding dues to small-scale industrial undertakings in excess of Rs.1 Lacs which are outstanding for a period more than one month.

9) Previous year's figures have been reworked, regrouped, rearranged & reclassified wherever necessary.

AS PER OUR REPORT OF EVEN DATE

For BHARAT SHAH & ASSOCIATES

Chartered Accountants
Firm Reg. No. 101249W

BHARAT A. SHAH
PROPRIETOR
Membership No. 32281

Place : Mumbai
Date : May 30, 2011

Neeraj Rai
Company Secretary

Rakesh Verma
Chief Financial Officer

FOR AND ON BEHALF OF THE BOARD

S. Sundar
Chairman

M.P. Vora
Managing Director

C. S. Sanghavi
Director

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011**

	MARCH 31, 2011	MARCH 31, 2010
	Rs.In Lacs	Rs.In Lacs
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax and Extraordinary Items	873.07	671.11
<i>Adjustments for :-</i>		
Depreciation	29.50	37.72
Interest Paid	2,770.90	1,521.78
Interest Received	(2,308.56)	(887.89)
Dividend Received	-	(4.09)
Profit on sale of Investments	-	(677.91)
Miscellaneous Expenditure Written Off	9.00	9.00
<i>Operating Profit Before Working Capital Charges</i>	<u>1,373.91</u>	<u>669.72</u>
<i>Adjustments for :-</i>		
Trade & Other Receivables	(919.86)	(20,021.07)
Trade Payable	1,006.71	(4,892.63)
<i>Net Cash Flow From Operating Activities</i>	1,460.76	(24,243.98)
Direct Taxes Paid	(780.26)	(366.25)
<i>Net Cash Flow From Operating Activities</i>	<u>680.50</u>	<u>(24,610.23)</u>
B CASH FLOW FROM INVESTING ACTIVITIES		
Movement in Investment Management Account	(66.53)	764.54
Purchase of Fixed Assets	(88.71)	(134.63)
Interest Received	2,308.56	887.89
Dividend Received	-	4.09
Profit on sale of Investments	-	677.91
<i>Net Cash Flow From Investing Activities</i>	<u>2,153.33</u>	<u>2,199.81</u>
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Borrowings	(23.79)	23,975.00
Proceeds From Capital Reserves	-	115.00
Interest Paid	(2,770.90)	(1,521.78)
Dividend Paid	(107.40)	(107.40)
Tax On dividend Paid	(17.84)	(18.25)
<i>Net Cash Used In Financing Activities</i>	<u>(2,919.93)</u>	<u>22,442.56</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	(86.10)	32.14
Cash & Cash Equivalents as at 1st April, 2010 (Opening Balance)	349.30	317.15
Cash & Cash Equivalents as at 31st March, 2011(Closing Balance)	263.19	349.30

AS PER OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD

For BHARAT SHAH & ASSOCIATESChartered Accountants
Firm Reg. No. 101249W**S. Sundar**
Chairman**M.P. Vora**
Managing Director**BHARAT A. SHAH**
PROPRIETOR
Membership No. 32281**Neeraj Rai**
Company Secretary**Rakesh Verma**
Chief Financial Officer**C. S. Sanghavi**
Director**Place :** Mumbai
Date : May 30, 2011



Financial Year : 2010-11

Balance Sheet Abstract and Company's General Business Profile :

I. Registration Details

Registration No.

	1	1	-	1	7	8	2	9	9
--	---	---	---	---	---	---	---	---	---

State Code

								1	1
--	--	--	--	--	--	--	--	---	---

Balance Sheet Date

3	1	-	0	3	-	2	0	1	1
---	---	---	---	---	---	---	---	---	---

Date Month Year

II. Capital raised during the year

Public Issue

								N	I	L
--	--	--	--	--	--	--	--	---	---	---

Right Issue

								N	I	L
--	--	--	--	--	--	--	--	---	---	---

Bonus Issue

								N	I	L
--	--	--	--	--	--	--	--	---	---	---

Private Placement

								N	I	L
--	--	--	--	--	--	--	--	---	---	---

III. Position of Mobilisation and Deployment of Funds (Rs. in Thousands)

Total Liabilities

			2	6	6	8	7	2	7
--	--	--	---	---	---	---	---	---	---

Total Assets

			2	6	6	8	7	2	7
--	--	--	---	---	---	---	---	---	---

Sources of Funds.

Paid up Capital

				1	0	7	4	0	0
--	--	--	--	---	---	---	---	---	---

Reserves & Surplus

				1	5	6	1	1	3
--	--	--	--	---	---	---	---	---	---

Secured Loans

			2	0	0	5	2	1	4
--	--	--	---	---	---	---	---	---	---

Unsecured Loans

				4	0	0	0	0	0
--	--	--	--	---	---	---	---	---	---

Application of Funds

Net Fixed Assets

				1	3	8	2	4	1
--	--	--	--	---	---	---	---	---	---

Investments

				1	9	3	6	1	0
--	--	--	--	---	---	---	---	---	---

Net Current Assets

			2	3	2	9	7	6	1
--	--	--	---	---	---	---	---	---	---

Misc. Expenditure

						6	1	0	0
--	--	--	--	--	--	---	---	---	---

Accumulated Losses

						1	0	1	6
--	--	--	--	--	--	---	---	---	---

IV. Performance of Company (Rs. in Thousands)

Turnover

			2	8	5	7	2	3	5
--	--	--	---	---	---	---	---	---	---

Total Expenditure

			2	7	6	9	9	2	9
--	--	--	---	---	---	---	---	---	---

Profit / (Loss) before Tax

					8	7	3	0	7
--	--	--	--	--	---	---	---	---	---

Profit / (Loss) after Tax

					5	8	2	0	9
--	--	--	--	--	---	---	---	---	---

Earning per share Rs.

						5	.	4	2
--	--	--	--	--	--	---	---	---	---

Dividend rate %

								1	5
--	--	--	--	--	--	--	--	---	---

V. Generic Names of three principal Products/Service of Company (As per Monetary terms)

Item Code No. (ITC Code)

N	O	T		A	P	P	L	I	C	A	B	L	E
---	---	---	--	---	---	---	---	---	---	---	---	---	---

Product Description

C	O	N	S	T	R	U	C	T	I	O	N	&	
---	---	---	---	---	---	---	---	---	---	---	---	---	--

I	N	F	R	A	S	T	R	U	C	T	U	R	E
---	---	---	---	---	---	---	---	---	---	---	---	---	---

A	C	T	I	V	I	T	I	E	S				
---	---	---	---	---	---	---	---	---	---	--	--	--	--



AUDITOR'S REPORT TO THE BOARD OF DIRECTORS ON THE CONSOLIDATED FINANCIAL STATEMENTS OF HORIZON INFRASTRUCTURE LIMITED

1. We have audited the attached Consolidated Balance Sheet of **Horizon Infrastructure Ltd** and its subsidiaries (the HIL Group) as at 31st March, 2011 and also the Consolidated Profit & Loss Account and the Consolidated Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management and have been prepared by the management on the basis of separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on these financial statements based on our audit.
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 mis-statement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the 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. We report that consolidated financial statements have been prepared by the Horizon Infrastructure Limited's management in accordance with the requirements of Accounting Standards (AS) 21, Consolidated Financial Statements and Accounting Standards (AS) 23, Accounting for Investments in Associates in Consolidated Financial Statements issued by the Institute of Chartered Accountants of India.
4. Based on our and on the other financial information of the component, and to the best of our information and according to the explanations given to us, we are of the opinion that the attached Consolidated Financial Statements give a true and fair view in conformity with the accounting principles generally accepted in India.
 - a) In the case of the Consolidated Balance Sheet, of the state of affairs of the HIL Group as at March 31, 2011.
 - b) In the case of the Consolidated Profit and Loss Account, of the loss for the year ended on that date; and
 - c) In the case of the Consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

For Bharat Shah & Associates
Chartered Accountant
Firm Reg. No. 101249W

(Bharat A. Shah)
Proprietor.
Membership No.32281

Place : Mumbai
Dated : May 30, 2011



CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	SCHEDULE	31ST MARCH 2011 Rs. In Lacs		31ST MARCH 2010 Rs. In Lacs	
I. SOURCES OF FUNDS					
SHAREHOLDERS FUNDS					
Share Capital	01	1,074.00		1,074.00	
Reserves & Surplus	02	<u>731.97</u>	1,805.97	<u>1,162.73</u>	2,236.73
Share Application Money Pending Allotment			279.40		-
Minority Interest			33.18		-
Secured Loan	03	20,052.14		20,075.93	
Unsecured Loan	04	<u>4,000.00</u>	24,052.14	<u>4,000.00</u>	24,075.93
			<u>26,170.69</u>	<u>26,312.66</u>	
II. APPLICATION OF FUNDS					
FIXED ASSETS					
Gross Block	05	6,870.66		559.96	
Less: Depreciation		<u>129.32</u>		<u>95.48</u>	
Net Block		6,741.34		464.49	
Capital Work In Progress		<u>5,854.06</u>	12,595.40	<u>1,213.54</u>	1,678.03
GOODWILL			84.97		55.70
INVESTMENTS	06		1,803.87		1,803.87
CURRENT ASSETS LOANS & ADVANCES					
Sundry Debtors	07	1,799.15		2,205.56	
Cash & Bank Balances	08	303.53		378.75	
Advances & Deposits	09	<u>17,228.69</u>		<u>22,037.82</u>	
			<u>19,331.38</u>	<u>24,622.13</u>	
Less: Current Liabilities & Provisions					
Current Liabilities	10	6,976.83		1,537.44	
Provisions		<u>743.39</u>		<u>387.78</u>	
			<u>7,720.22</u>	<u>1,925.22</u>	
Net Current Assets			11,611.15		22,696.91
DEFERRED TAX ASSET			10.16		8.15
MISCELLANEOUS EXPENDITURE					
Preliminary Expenses (To the extent not written off or adjusted)	11		65.15		70.00
			<u>26,170.69</u>	<u>26,312.66</u>	

Schedules referred to above and notes to accounts form an integral part of the Balance sheet

AS PER OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD

For BHARAT SHAH & ASSOCIATES

Chartered Accountants
Firm Reg. No. 101249W

S. Sundar
Chairman

M.P. Vora
Managing Director

BHARAT A. SHAH
PROPRIETOR
Membership No. 32281

Neeraj Rai
Company Secretary

Rakesh Verma
Chief Financial Officer

C. S. Sanghavi
Director

Place: Mumbai
Date: May 30, 2011



CONSOLIDATED PROFIT & LOSS ACCOUNT FOR YEAR ENDED 31ST MARCH, 2011

PARTICULARS	SCHEDULE	31ST MARCH 2011 Rs. in Lacs	31ST MARCH 2010 Rs. in Lacs
INCOME			
Income From Operations	12	26,263.79	14,486.07
Other Income	13	1,464.82	1,623.13
TOTAL (A)		<u>27,728.61</u>	<u>16,109.21</u>
EXPENDITURE			
Construction & Operating Expenses	14	24,644.22	13,514.16
Employee Cost	15	119.37	69.54
Administrative & Selling Expenses.	16	138.16	294.27
Interest	17	2,770.91	1,521.79
TOTAL (B)		<u>27,672.66</u>	<u>15,399.76</u>
Profit Before Depreciation and Taxation (A-B)		55.95	709.44
Less : Depreciation	05	31.41	37.72
Profit Before Taxation		24.54	671.72
Provision for Taxation			
Income Tax		292.99	116.89
Fringe Benefit Tax		-	0.02
Income Tax for Earlier Years		0.12	-
Deferred Tax		(2.01)	(4.86)
		<u>291.10</u>	<u>112.05</u>
Profit after tax (before adjustments for minority interest)		(266.56)	559.67
Surplus Brought Forward from Previous Year		1,047.73	613.30
Net profit available for Appropriation		781.17	1,172.97
Appropriations			
Adjustment for New Subsidiary		(27.92)	-
Minority Interest		30.25	-
Proposed Final Dividend		161.10	107.40
Corporate Dividend Tax		26.76	17.84
BALANCE CARRIED FORWARD TO BALANCE SHEET		<u>595.64</u>	<u>1,047.73</u>
Earning Per Share (Basic/Diluted) (Rs.)		(2.48)	5.21
Notes on Balance Sheet & Profit and Loss Account	18		

Schedules referred to above and notes to accounts form an integral part of the Balance sheet

AS PER OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD

For BHARAT SHAH & ASSOCIATES

Chartered Accountants
Firm Reg. No. 101249W

S. Sundar
Chairman

M.P. Vora
Managing Director

BHARAT A. SHAH
PROPRIETOR
Membership No. 32281

Neeraj Rai
Company Secretary

Rakesh Verma
Chief Financial Officer

C. S. Sanghavi
Director

Place: Mumbai
Date: May 30, 2011



SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2011

PARTICULARS	31ST MARCH 2011 Rs. in Lacs	31ST MARCH 2010 Rs. in Lacs
SCHEDULE - 1		
SHARE CAPITAL		
Authorised		
75,000,000 Equity Shares of Rs. 10/- each	<u>7,500.00</u>	<u>7,500.00</u>
Issued, Subscribed & Paid-up		
10,740,000/- Equity Shares of Rs. 10/- each, Fully paidup	<u>1,074.00</u>	<u>1,074.00</u>
	<u>1,074.00</u>	<u>1,074.00</u>
SCHEDULE - 2		
RESERVES & SURPLUS		
Capital Reserve		
	115.00	115.00
	<u>115.00</u>	<u>115.00</u>
Share Premium		
	21.33	-
Transfer from Profit & Loss A/c		
	595.64	1,047.73
	<u>595.64</u>	<u>1,047.73</u>
Total	<u>731.97</u>	<u>1,162.73</u>
SCHEDULE - 3		
SSECURED LOAN		
Central Bank of India		
	20,000.00	20,000.00
(Secured Against Post Dated Cheque)		
Kotak Mahindra Prime Ltd		
	35.02	49.31
(Secured Against Hypothecation of Vehicles)		
HDFC Bank Ltd		
	0.52	2.46
(Secured Against Hypothecation of Vehicle)		
Kotak Mahindra Bank Ltd		
	4.53	6.94
(Secured Against Hypothecation of Vehicle)		
Reliance Capital Ltd		
	7.78	11.26
(Secured Against Hypothecation of Vehicle)		
ICICI Bank Ltd		
	4.30	5.97
(Secured Against Hypothecation of Vehicle)		
	<u>20,052.14</u>	<u>20,075.93</u>
SCHEDULE - 4		
UNSECURED LOANS		
Short Term		
- From Others		
	4,000.00	4,000.00
	<u>4,000.00</u>	<u>4,000.00</u>

SCHEDULE - 5

SR. NO.	PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
		OP.BAL. AS ON 31-03-10	ADDITIONS DURING THE YEAR	TOTAL AS ON 31-03-11	PROVIDED UPTO 31-03-10	FOR THE YEAR	TOTAL AS ON 31-03-11	AS ON 31-03-11	AS ON 31-03-10
1	Land	6,197.45	58.37	6,255.82	-	-	-	6,255.82	6,197.45
2	Property at Kufri	354.83	29.13	383.96	-	-	-	383.96	354.83
3	Air Conditioners	1.36	-	1.36	1.10	0.04	1.13	0.23	0.26
4	Computers	9.23	4.10	13.34	6.00	1.71	7.72	5.62	3.23
5	Electrical Installation	1.47	-	1.47	0.20	0.18	0.38	1.09	1.26
6	Furniture & Fixtures	15.74	-	15.74	7.24	1.54	8.78	6.97	8.51
7	Office Equipments	8.55	0.99	9.54	5.61	0.47	6.08	3.46	2.94
8	Vehicle	181.15	7.69	188.84	77.76	27.46	105.23	83.61	103.38
9	Motor Bike	-	0.59	0.59	-	0.00926	0.01	0.58	-
	Total	6,769.78	100.88	6,870.66	97.91	31.41	129.32	6,741.34	6,671.87
	Previous Year	244.79	315.17	559.96	57.76	37.72	95.48	464.49	187.04
	Capital Work In Progress	4,648.68	1,205.38	5,854.06				5,854.06	4,648.68



SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2011

PARTICULARS	31ST MARCH 2011 Rs. in Lacs	31ST MARCH 2010 Rs. in Lacs
SCHEDULE - 6		
INVESTMENTS		
Trade Investments Unquoted : Fully Paid Up (At cost)		
17687941 (P.Y. 17687941) Equity Shares of Gujarat Positra Port Co. Ltd of Rs.10/- each	1,768.79	1,768.79
701500 (P.Y.701500) Equity Shares of Donyi Polo Petrochemicals Ltd of Rs. 10/- each	35.08	35.08
Total	<u>1,803.87</u>	<u>1,803.87</u>
SCHEDULE - 7		
SUNDRY DEBTORS (Unsecured & Considered Good)		
Out Standing for more than six Months	510.39	-
Out Standing for less than six Months	1,288.77	2,205.56
	<u>1,799.15</u>	<u>2,205.56</u>
SCHEDULE - 8		
CASH & BANK BALANCES		
Cash on Hand	19.68	4.45
Balance with Scheduled Banks (including cheques on hand)		
Current accounts	265.48	137.80
Deposit accounts	16.94	235.72
Dividend Account	1.44	0.78
	<u>303.53</u>	<u>378.75</u>
SCHEDULE - 9		
ADVANCES & DEPOSITS		
Advances Recoverable In Cash Or Kind (Unsecured, considered good)		
Advances	17,228.69	22,037.82
	<u>17,228.69</u>	<u>22,037.82</u>
SCHEDULE - 10		
(A) CURRENT LIABILITIES		
Sundry Creditors		
For Goods & Expenses	4,584.70	524.34
For Others	303.89	108.72
Advance Received	2,088.24	904.38
	<u>6,976.83</u>	<u>1,537.44</u>
(B) PROVISION		
Provision For Taxation & Dividend	743.39	387.78
	<u>743.39</u>	<u>387.78</u>
	<u>7,720.22</u>	<u>1,925.22</u>



SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2011

PARTICULARS	31ST MARCH 2011 Rs. in Lacs	31ST MARCH 2010 Rs. in Lacs
SCHEDULE - 11		
MISCELLANEOUS EXPENDITURE (To the Extent Not Written off or Adjusted)		
Preliminary & Pre-Operative Expenses	65.15	70.00
	65.15	70.00
SCHEDULE - 12		
Income From Operations		
Works Contract	26,263.79	14,486.07
	26,263.79	14,486.07
SCHEDULE - 13		
Other Income		
Interest	1,464.82	888.80
Dividend	-	4.09
Profit in shares Trading	-	52.33
Profit on sale of investment	-	677.91
Sundry balances W/back	-	0.01
	1,464.82	1,623.13
SCHEDULE - 14		
COST OF CONSTRUCTION / WORKS		
Project Related Purchase Material		
Contract Expenses & Hire Charges	24,644.22	13,514.16
	24,644.22	13,514.16
SCHEDULE - 15		
EMPLOYEE COST		
Salaries, Wages & Bonus	118.98	69.25
Staff Welfare	0.40	0.29
	119.37	69.54
SCHEDULE - 16		
ADMINISTRATIVE & SELLING EXPENSES		
Advertisement Expenses	1.77	0.11
Auditors Remuneration	10.15	8.99
Bank Charges & Commission	4.34	0.31
Business Promotion Expenses	12.05	1.06
Donation	0.60	-
Sitting Fees to Directors	1.70	2.03
General Office Expenses	8.58	3.28
Legal & Professional Fees	14.25	98.06
Loan Processing Charges	-	120.33
Motor Car Expenses	7.86	7.49
NSDL/Listing / ROC Fees	1.61	1.05
Preliminary & Pre-Operative Expenses	9.02	9.00
Printing & Stationery	1.21	2.48
Rent	36.37	23.39
Repairs & Maintenance	3.84	0.84
Telephone Expenses	3.06	2.19
Tender Fees	6.00	-
Travelling Expenses	15.76	13.69
	138.16	294.27
SCHEDULE - 17		
Interest		
	2,770.91	1,521.79
	2,770.91	1,521.79



SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET AND PROFIT AND LOSS ACCOUNT

SCHEDULE – 18

ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS FOR THE YEAR ENDING 31ST MARCH, 2011

I SIGNIFICANT ACCOUNTING POLICIES:

A. GENERAL

- (i) The Consolidated Financial Statements are prepared in accordance with Accounting Standard (AS) 21 on Consolidated Financial Statements and (AS) 23 on Accounting for Investments in Associates in Consolidated Financial Statements issued by the Institute of Chartered Accountants of India. The Consolidated Financial Statements comprise the financial statement of Horizon Infrastructure Limited (the Company) and its subsidiary. The Company and its subsidiary constitute the HIL Group. Reference in this notes to the 'Company' or HIL shall mean to include Horizon Infrastructure Limited or any of its subsidiary consolidated in these financial statements unless otherwise stated.

The list of Subsidiary Companies which is included in consolidation and the Parent Company's holdings therein are as under:

Sr. No.	Name of the Company	Percentage of Holding
1	Metrotech Technology Park Private limited	100.00%
2	Varahi Infrastructure Private limited	100.00%
3	Mahakaleshwar Knowledge Infrastructure Private limited	65.73%

- (ii) The Company maintains its accounts on accrual basis following the historical cost convention in accordance with generally accepted accounting principles "GAAP" & in compliance with the Accounting Standards referred in Section 211 (3C) & other requirements of the Companies Act 1956 and Accounting Standard Rules, 2006.
- (iii) The preparation of financial statements in conformity with "GAAP" requires that the management of the company makes estimates & assumptions that affect the reported amounts of income & expenses of the period, the reported balances of assets & liabilities & the disclosures relating to contingent liabilities as of the date of the financial statements. Actual results could differ from estimates.
- (iv) The financial statements of the Company and its subsidiary Company have been consolidated on a line – by – line basis by adding together the book value of like items of assets, liabilities, income and expenses, after eliminating intra – group balances and intra – group transactions resulting in unrealized profits or unrealized cash losses.
- (v) The Consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented, to the extent possible, in the same manner as the company's separate financial statements.
- (vi) The excess of cost of investment in the Subsidiary Companies over the Company's portion of equity of the Subsidiary at the date of investment made is recognized in the financial statements as goodwill. The excess of Company's portion of equity of the Subsidiary over the cost of the investment therein is treated as Capital Reserve.

B. VALUATION OF FIXED ASSETS & DEPRECIATION

- a) Fixed Assets are depreciated on the Written Down Value Method at the rates specified in Schedule XIV of the Companies Act, 1956.
- b) Fixed Assets are valued at cost of acquisition inclusive of inward freight, duties, taxes and incidental expenses, less accumulated depreciation.
- c) Expenditure related to and incurred during implementation of projects are included under Capital Work-in-progress and the same are capitalized under the appropriate heads on completion of the projects.



SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET AND PROFIT AND LOSS ACCOUNT

C. INVESTMENTS

Current investments are carried at the lower of cost & quoted/fair value, computed category wise. Long Term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary in the opinion of the management.

D. TURNOVER

Turnover includes sales of goods and services inclusive of applicable taxes and net of trade discounts.

E. INVENTORIES

Inventories are measured at cost. Cost is determined on weighted average basis.

F. EMPLOYEE BENEFITS

- i) Short term employee benefits are recognized as an expenses in the profit and loss account of the year in which the related services is rendered.
- ii) Post employment and other long term employee benefits are recognized as an expense in the profit and loss account for the year in which the employee has rendered services. The expenses is recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the profit and loss account.

G. PROVISION FOR CURRENT AND DEFERRED TAXES.

Provision for Current Tax is made after taking into consideration benefits admissible under the provisions of Income Tax Act, 1961.

Deferred tax resulting from "timing differences" between taxable and accounting income is accounted for using the tax rules and laws that are enacted or substantially enacted as on the balance sheet date.

II. NOTES TO THE ACCOUNTS

1) Preliminary Expenses :

Preliminary expenses are amortized over a period of 10 years.

Remuneration to Auditors:

Particulars	Current Year (Rs.In Lacs)	Previous Year (Rs.In Lacs)
For Statutory Audit	04.45	04.00
For Tax Audit	00.50	00.50
For Income-Tax Matters	04.25	00.50
Service Tax	00.95	00.52
Total	10.15	05.52



SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET AND PROFIT AND LOSS ACCOUNT

2) Major Components of Deferred Tax Assets & Deferred Tax Liabilities:

(Rs. In Lacs)

Particulars	As at 31.03.2011		As at 31.03.2010	
	Deferred Tax Assets	Deferred Tax Liabilities	Deferred Tax Assets	Deferred Tax Liabilities
Difference Between Book Value of Depreciable Assets As Per Books Of Accounts & Written Down Value for Tax Purpose	30.58	Nil	23.96	Nil
Net Deferred Tax Asset	10.15	Nil	8.14	Nil
Net Incremental Asset Credited To Profit & Loss Account.	2.01		4.85	

3) Earning Per Share

(Rs. In Lacs)

Particulars	2010 – 2011	2009 – 2010
Net profit/(Loss) after tax available for equity share holders.	(266.56)	559.67
Weighted average (Number of Equity shares)	107.40	107.40
Basic and Diluted Earning per share in Rupees	(2.48)	5.21

4) Segment Information

The company is mainly engaged in Infrastructure activity in India. All activities of the company revolve around this main business.

As such there are no separate reportable segments as per accounting standard on segment reporting (AS – 17)

5) As per accounting standard 18, disclosures of the transactions with related parties as defined in the Accounting Standard are given below.

(i) List of related parties with whom transaction has taken place.

Sr. No.	Name of the related party	Nature of relationship
1	Awaita Properties Private Limited	Associate
2	SKIL Himachal Infrastructure & Tourism Limited	Associate
3	SKIL Infrastructure Limited	Associate
4	Grevek Investment & Finance Private Limited	Associate



(ii) Transaction during the year with related parties.

a) Transaction with Associate.

Sr. No.	Name of the related party	2010 – 2011 (Rs. In Lacs)	2009 – 2010 (Rs. In Lacs)
1	Awaita Properties Private Limited - i) Rent	46.91	45.33
3	SKIL Himachal Infrastructure & Tourism Limited Advance Given - i) Reimbursement of Capital Expenditure (Cr) - ii) Payment for Land Purchase (Dr)	100.00 - -	- 26.62 26.00
4	SKIL Infrastructure Limited - i) Advance Received(Cr)	740.00	-
5	Grevek Investment & Finance Private Limited - i) Advance received (Cr) - ii) Advance Received Back (Cr)	864.00 -	4000.00 -

6) Expenditure in foreign currency:

Sr. No.	Particulars	2010 – 2011 (Rs. In Lacs)	2009 – 2010 (Rs. In Lacs)
1	Foreign Traveling	-	0.46

7) There are no outstanding dues to small-scale industrial undertakings in excess of Rs.1 Lac which are outstanding for a period more than one month.

8) Previous year's figures have been reworked, regrouped, rearranged & reclassified wherever necessary.

AS PER OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD

For BHARAT SHAH & ASSOCIATES

Chartered Accountants
Firm Reg. No. 101249W

S. Sundar
Chairman

M.P. Vora
Managing Director

BHARAT A. SHAH
PROPRIETOR
Membership No. 32281

Neeraj Rai
Company Secretary

Rakesh Verma
Chief Financial Officer

C. S. Sanghavi
Director

Place: Mumbai
Date : May 30, 2011



CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

	31ST MARCH 2011 Rs in Lacs	31ST MARCH 2010 Rs in Lacs
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax and Extraordinary Items	24.54	671.72
<i>Adjustments for :-</i>		
Depreciation	31.41	37.72
Interest Paid	2,770.91	1,521.79
Interest Received	(1,464.82)	(888.80)
Dividend Received	-	(4.09)
Profit on sale of Investments	-	(677.91)
Miscellaneous Expenditure Written Off	9.02	9.00
<i>Operating Profit Before Working Capital Charges</i>	<u>1,371.06</u>	<u>669.43</u>
<i>Adjustments for :-</i>		
Trade & Other Receivables	5,995.80	(19,776.44)
Trade Payable	5,439.40	(4,892.70)
<i>Net Cash Flow From Operating Activities</i>	<u>12,806.25</u>	<u>(23,999.71)</u>
Direct Taxes Paid	(780.26)	(366.25)
Net Prior Year Adjustments on Account of New Subsidiaries	5.95	-
<i>Net Cash Flow From Operating Activities</i>	<u>12,031.94</u>	<u>(24,365.96)</u>
B CASH FLOW FROM INVESTING ACTIVITIES		
Movement in Investment Management Account	-	764.54
Purchase of fixed Assets	(10,948.78)	(447.62)
Interest Received	1,464.82	888.80
Dividend Received	-	4.09
Profit on sale of Investments	-	677.91
Preliminary Expenses	(4.00)	-
<i>Net Cash Flow From Investing Activities</i>	<u>(9,487.96)</u>	<u>1,887.72</u>
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Borrowings	(23.79)	23,975.00
Proceeds From Capital Reserves	-	115.00
Proceeds From Share Application Money	279.40	-
Proceeds From Share Premium	21.33	-
Interest Paid	(2,770.91)	(1,521.79)
Dividend Paid	(107.40)	(107.40)
Tax On dividend Paid	(17.84)	(18.25)
<i>Net Cash Used In Financing Activities</i>	<u>(2,619.20)</u>	<u>22,442.56</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	(75.22)	(35.68)
Cash & Cash Equivalents as at 1st April, 2010 (Opening Balance)	378.75	414.43
Cash & Cash Equivalents as at 31st March, 2011(Closing Balance)	303.53	378.75

AS PER OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD

For BHARAT SHAH & ASSOCIATES

Chartered Accountants
Firm Reg. No. 101249W

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Place : Mumbai
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