

**PVP VENTURES LIMITED**

Registered Office: KRM Centre, 9th Floor, Door No. 2, Harrington Road, Chetpet, Chennai-600031  
 Consolidated and Standalone Audited Financial Results for the Year and Quarter ended March 31, 2010

(Rs. in Lakhs except EPS and no. of shares)

S.No	Particulars	Standalone Results				Consolidated	
		Quarter ended		Year ended		Year ended	
		31-03-2010 Unaudited	31-03-2009 Unaudited	31-03-2010 Audited	31-03-2009 Audited	31-03-2010 Audited	31-03-2009 Audited
1	(a) Net sales/ Income from operations	-	-	-	-	62.53	1,031.51
	(b) Other operating income	-	-	-	-	-	-
	Total	-	-	-	-	62.53	1,031.51
2	Expenditure						
	(a) Increase/decrease in stock in trade and work in progress	-	-	-	-	-	-
	(b) Consumption of raw materials	-	-	-	-	-	-
	(c) Purchase of traded goods	-	-	-	-	-	-
	(d) Employee costs	64.72	109.90	200.79	298.98	212.79	492.65
	(e) Depreciation	3.25	10.81	13.85	25.48	104.66	353.19
	(f) Other expenditure	-	-	-	-	-	-
	(i) Legal and professional charges	63.07	51.74	143.19	295.15	229.38	389.25
	(ii) Provision for diminution in value of investments/ Loss on sale of investments (Net)	(24,205.00)	65.60	30,000.00	827.61	44,073.55	1,535.35
	(iii) Provision for doubtful advances	-	14.25	5,160.16	14.75	3,677.36	634.26
	(iv) Loss on Sale of Inventories	5.94	-	20.69	-	20.69	-
	(v) Rent	6.71	-	279.09	-	279.09	-
	(vi) Others	85.77	(10.96)	191.29	317.35	272.63	575.98
	(g) Total	(23,975.54)	241.34	36,009.06	1,778.82	48,870.15	3,980.68
	Profit/(Loss) from operations before other income, interest and exceptional items (1-2)	23,975.54	(241.34)	(36,009.06)	(1,778.82)	(48,807.62)	(2,949.17)
3	Other income	8.39	8.33	25.53	65.43	357.51	1,136.26
4	Profit/(Loss) before interest and exceptional items (3+4)	23,983.93	(233.01)	(35,983.53)	(1,713.39)	(48,450.11)	(1,812.91)
5	Interest	234.35	326.20	1,165.40	1,354.70	1,346.94	2,559.60
6	Profit/(Loss) after Interest but before Exceptional Items (5-6)	23,759.58	(559.21)	(37,148.93)	(3,048.09)	(49,797.06)	(4,372.51)
7	Exceptional Items	-	-	-	-	27.07	-
8	Profit/(Loss) from Ordinary Activities before tax (7+8)	23,759.58	(559.21)	(37,148.93)	(3,048.09)	(49,824.12)	(4,372.51)
9	Tax expense	13.80	(1.74)	13.80	(85.06)	(106.79)	74.14
10	Net Profit/(Loss) from Ordinary Activities after tax (9-10)	23,745.78	(557.47)	(37,162.73)	(2,963.01)	(49,717.33)	(4,446.65)
11	Extraordinary Item	-	-	-	-	-	-
12	Net Profit/(Loss) for the period (11-12)	23,745.78	(557.47)	(37,162.73)	(2,963.01)	(49,717.33)	(4,446.65)
13	Paid-up equity share capital (Face value of Rs. 10 each)	23,164.34	23,164.34	23,164.34	23,164.34	22,362.72	19,624.73
14	Reserves excluding revaluation reserves as per balance sheet of previous accounting year (Net of P&L Debit Balance)	-	-	16,747.17	54,977.83	(4,384.34)	48,389.93
15	Earnings per share						
	(a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	10.25	(0.24)	(16.04)	(1.28)	(22.23)	(2.18)
	(b) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	10.25	(0.24)	(16.04)	(1.28)	(22.23)	(2.18)
16	Public Shareholding						
	- Number of shares	78,356,665	79,488,665	78,356,665	79,488,665	78,356,665	79,488,665
	- Percentage of shareholding	33.83%	34.32%	33.83%	34.32%	33.83%	34.32%
17	Promoters and Promoter Group shareholding						
	(a) Pledged/Encumbered						
	- Number of shares	NIL	7,446,000	NIL	7,446,000	NIL	7,446,000
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	NIL	4.89%	NIL	4.89%	NIL	4.89%
	Percentage of shares (as a % of the total share capital of the Company)	NIL	3.21%	NIL	3.21%	NIL	3.21%
	(b) Non-encumbered						
	- Number of shares	153,286,722	144,708,722	153,286,722	144,708,722	153,286,722	144,708,722
	Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	100.00%	95.11%	100.00%	95.11%	100.00%	95.11%
	Percentage of shares (as a % of the total share capital of the Company)	66.17%	62.47%	66.17%	62.47%	66.17%	62.47%



## Statement of Assets and Liabilities as at 31st March 2010

(Rs. in Lacs)

S.No	Particulars	Stand alone		Consolidated	
		Year ended		Year ended	
		31-03-2010 Audited	31-03-2009 Audited	31-03-2010 Audited	31-03-2009 Audited
1	Shareholders Fund:				
	a. Share Capital	23,164.34	23,164.34	22,363.72	19,624.73
	b. Reserves and Surplus	16,247.17	54,927.85	54,913.61	51,702.41
2	Loan Funds	50,082.67	55,656.33	47,408.76	68,363.16
3	Minority Interest	-	-	-	-
4	Deferred Tax Liability (net)	-	-	-	162.32
		<b>89,494.18</b>	<b>133,748.50</b>	<b>124,682.12</b>	<b>139,852.62</b>
5	Fixed Asset	13,736.41	15,297.48	52,179.73	100,635.38
7	Investments	49,724.10	79,775.32	13,849.05	9,252.27
8	Current Assets, Loans and Advances:				
	a. Inventories	8,415.06	8,435.76	23,078.58	23,119.07
	c. Cash and Bank Balances	7,227.40	195.81	7,462.66	211.32
	d. Other Current Asset	2.03	2.39	2.47	3.70
	e. Loans and Advances	20,518.41	40,191.34	8,915.17	10,817.80
		<b>36,162.90</b>	<b>48,825.30</b>	<b>39,678.68</b>	<b>34,151.89</b>
9	Less: Current Liabilities and Provisions:				
	a. Current Liabilities	10,098.20	10,126.82	30,292.10	10,448.63
	b. Provisions	31.03	22.78	31.24	50.77
		<b>10,129.23</b>	<b>10,149.60</b>	<b>30,323.34</b>	<b>10,499.40</b>
	Net Current Assets	<b>26,033.67</b>	<b>38,675.70</b>	<b>19,355.34</b>	<b>23,652.49</b>
	Profit & Loss Account			59,297.98	3,312.48
10	Miscellaneous Expenditure (Not written off or adjusted)	-	-	-	-
		<b>89,494.18</b>	<b>133,748.50</b>	<b>124,682.12</b>	<b>139,852.62</b>



## Segment - Wise Revenue, Results and Capital Employed

(Rs. In Lakhs)

Particulars	Consolidated Results	
	Financial Year ended	
	3/31/2010	3/31/2009
<b>1. Segment Revenues</b>		
a) Property and Real Estate development	62.53	1,062.00
b) Power and Energy	-	-
c) Media and Entertainment	-	1.40
d) Unallocated/Others	357.51	1,104.37
<b>Total</b>	<b>420.04</b>	<b>2,167.77</b>
Less: Inter Segment revenue	-	-
<b>Net Sales/Income from Operations</b>	<b>420.04</b>	<b>2,167.77</b>
<b>2. Segment Result(Profit before interest and Tax)</b>		
a) Property and Real Estate development	(49,585.11)	(3,192.30)
b) Power and Energy	(203.84)	(993.69)
c) Media and Entertainment	(5.19)	(23.52)
d) Unallocated/Others	(2.91)	(162.99)
<b>Total</b>	<b>(49,797.05)</b>	<b>(4,372.50)</b>
Less : Interest(Net)	-	-
Less : Other un-allocable Expenditure net off	27.07	(168.43)
Less : Unallocable Income	-	-
<b>Total Profit before Tax</b>	<b>(49,824.12)</b>	<b>(4,204.07)</b>
<b>3.Capital Employed</b>		
<b>(Segment assets less Segment liabilities)</b>		
a) Property and Real Estate development	6,605.80	60,327.70
b) Power and Energy	(623.62)	(1,179.81)
c) Media and Entertainment	11,994.70	8,996.89
d) Unallocated/Others	1.49	32.21
<b>Total capital employed in Segments</b>	<b>17,978.37</b>	<b>68,176.99</b>



Notes on the standalone financial results

1. In view of the distressed financial position of the Company, Platex Limited, the Debentureholder, had waived interest on the debentures held by it in the Company, for the financial year ended March 31, 2010, amounting to Rs. 58.93 crores (previous year ended March 31, 2009 - Rs. 64.65 crores). Similarly, the Company had also waived interest income receivable of Rs. 108.11 crores (previous year ended March 31, 2009 -Rs. 173.66 crores) from its subsidiaries, New Cyberabad City Projects Private Limited and PVP Energy Private Limited. Accordingly, the Company has not recorded these expenditures and incomes in its books of accounts.
2. During the quarter ended March 31, 2010, the Company has reversed the provisions made in the earlier quarters related to diminution in value of investments in PVP Energy Private Limited, its wholly owned subsidiary, by Rs. 242.05 crores due to prospective energy projects to be embarked upon by this subsidiary.
3. In view of the downturn in the real estate sector, and the significant losses made by the investee companies, the Statutory Auditors have observed that they are unable to quantify the provision that may be required for (i) diminution other than temporary, if any, in the carrying value of the Company's long term investments by way of equity shares and debentures aggregating to Rs. 248.42 crores and (ii) long pending advances to its subsidiaries aggregating to Rs. 187.29 crores and other bodies corporate aggregating to Rs. 8.53 crores.

Notes on the consolidated financial results

1. The Statutory Auditors in their report on the Consolidated Financial Statements have qualified that (i) by crediting the profit on sale of fixed assets of Rs 32.11 crores to reserves instead of profit & loss account, and non-provisioning of expenses of Rs 5.29 crores, the losses are overstated by Rs 26.82 crores; (ii) due to the significant losses made by the companies in which the Company had made investments and given advances have been given and significant downturn in the real estate sector, it is not possible to quantify the exact provision required for (a) impairment, if any, in the carrying value of Goodwill on consolidation of subsidiaries amounting to Rs 162.16 crores, (b) diminution other than temporary, if any, in the carrying value of the Company's long term investments in the form of equity shares and debentures aggregating to Rs 138.49 crores, and (c) long pending advances to other bodies corporate aggregating to Rs 9.93 crores; (iii) for payment of managerial remuneration of Rs 2.73 crores to the Chairman and Managing Director PVP Energy Private Limited, approval of the Central Government was not obtained. Hence, amounts if any payable / receivable from him is not ascertainable as it is under negotiation.
2. Public Shareholding, includes 10,90,235 equity shares of Rs. 10 each held by its wholly owned subsidiary, PVP Energy Private Limited.
3. The Company during the year had re-classified its segments in line with the primary areas of activities.

General notes

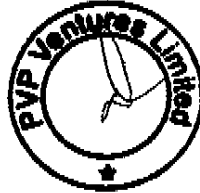
1. The above Standalone and Consolidated Audited Annual financial results were reviewed by Audit Committee and thereafter approved and taken on record by the Board of Directors in the meeting held on July 30, 2010.
2. The Company had appointed M/s. PKF Sridhar and Santhanam as its statutory auditors w.e.f. 19<sup>th</sup> March 2010. They have carried out the statutory audit of the annual financial statements of the Company for the year ended March 31, 2010 as well as the limited review of the financial results for the quarter ended December 31, 2009.
3. The Company expects that it will be able to service its liabilities and sustain its operations with the future cash flows from its joint development project at Perambur, Chennai. The financial statements for the year ended 31st March 2010 have accordingly been prepared on a going concern basis.



4. Information on Investor Complaints: Pending at the beginning of the quarter-NIL., Received during the quarter-3, Resolved/disposed during the quarter-3, pending at the end of the quarter-NIL.
5. Previous year/periods figures have been regrouped/rearranged to conform with the current year/period groupings wherever necessary.

**For PVP Ventures Limited**

Date: July 30, 2010  
Place: Chennai



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Prasad V. Potluri  
(Chairman and Managing Director)