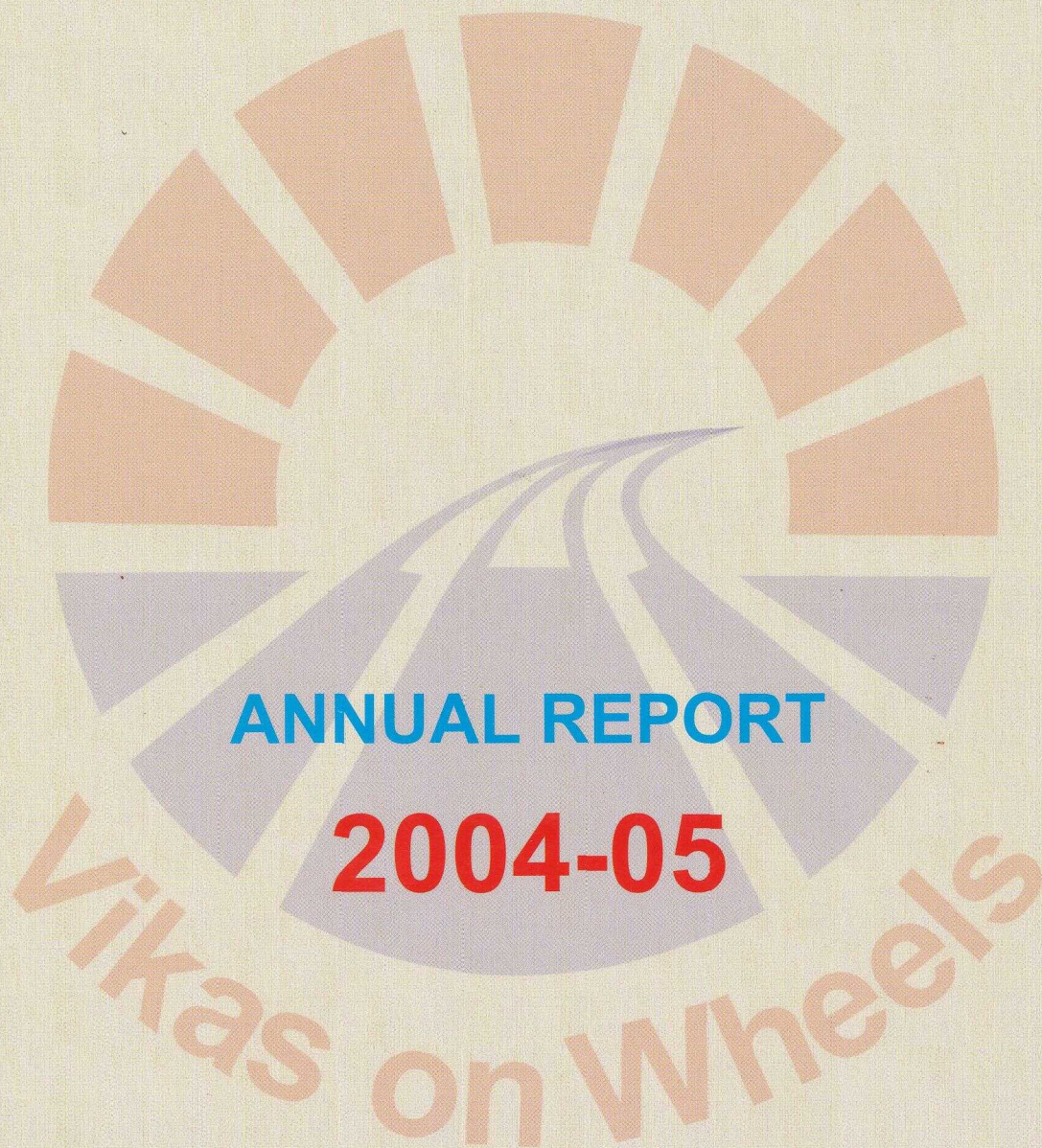


MUMBAI RAILWAY VIKAS CORPORATION LTD.

(A PSU of Ministry of Railways)

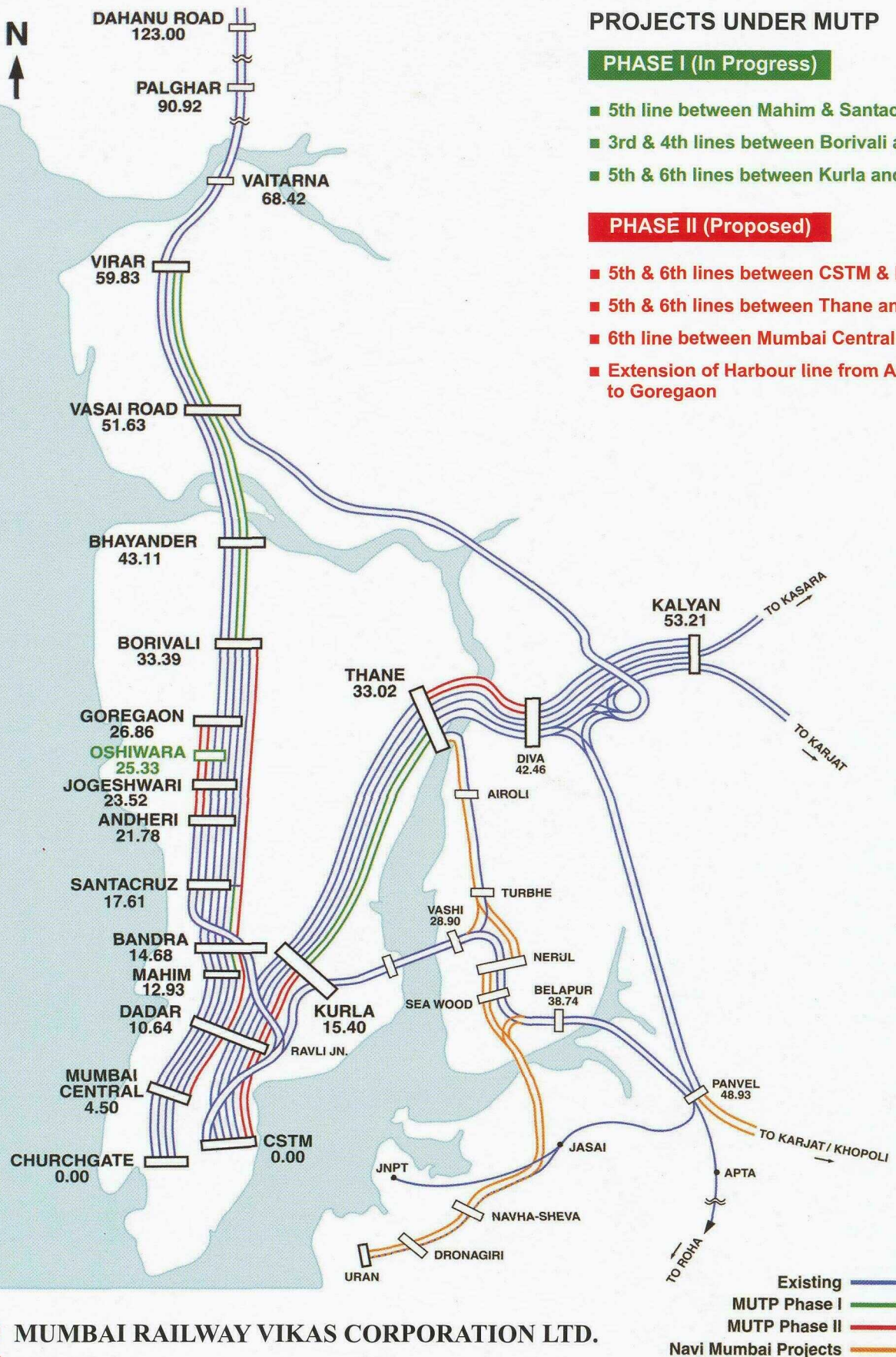


ANNUAL REPORT

2004-05

Vikas on Wheels

MUMBAI SUBURBAN RAIL NETWORK



MUMBAI RAILWAY VIKAS CORPORATION LTD.



Mumbai Railway Vikas Corporation Limited

2nd Floor, Churchgate Station Bldg.,
Mumbai – 400 020.



Annual Report 2004-05

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AUDITORS :- Lakhani & Co.
Chartered Accountants
Jeevan Udyog
278 D. N. Road
Fort, Mumbai – 400 001.

BANKERS :- (1) ICICI Bank, Mumbai
(2) IDBI Bank Ltd.
(3) IndusInd Bank, Mumbai
(4) H.D.F.C. Bank, Mumbai
(5) Union Bank of India.

REGISTERED OFFICE :- 2nd Floor
Churchgate Station Building
Mumbai – 400 020.
Tel: 022-2201 4623.
Fax: 022-2209 6972.
Website: www.mrvco.org

MUMBAI RAILWAY VIKAS CORPORATION LTD.



Notice



NOTICE OF THE SIXTH ANNUAL GENERAL MEETING

Notice is hereby given that the Sixth Annual General Meeting of **M/s. Mumbai Railway Vikas Corporation Limited** will be held on 28th September, 2005 (Wednesday) at 12.30 hrs. at the Registered Office of the Corporation at 2nd Floor, Churchgate Station Bldg., Mumbai - 400 020 to transact the following business:

Ordinary Business :-

- (1) To receive, consider and adopt the Audited Income and Expenditure Account for the year ended 31st March, 2005 and the Balance Sheet as at that date together with the Directors' and Auditors' Report thereon and the comments of C&AG on the Accounts of the Corporation.
- (2) To fix the remuneration of Auditors appointed by the Comptroller and Auditor General of India pursuant to Sections 224 (8) (aa)/619 of the Companies Act, 1956 for the financial year 2005-06 by passing with or without modifications the following resolution as an Ordinary Resolution.

"Resolved that pursuant to Section 224 (8) (aa) of the Companies Act 1956 the Managing Director and/or Director (Finance) be and is hereby authorized to fix the remuneration of Statutory Auditors for the financial year 2005-06 in consultation with them".

By order of the Board of Directors

(Vijay G. Angane)
Company Secretary

Place: Mumbai

Date : 1st September, 2005

NOTES

- (1) A member entitled to attend and vote at the meeting, is entitled to appoint a Proxy to attend and vote instead of himself and a Proxy need not be a member of the Corporation.
- (2) Instrument appointing a Proxy or other authority, if any, shall in order to be effective be deposited at the Registered Office of the Corporation not less than 48 hours before the meeting.
- (3) Kindly note that if at the Sixth Annual General Meeting quorum (i.e. 5 members personally present other than proxy) is not present within half an hour from the time appointed for holding the meeting, the meeting will be adjourned for half an hour and the members present at the adjourned meeting (minimum 2 members) may transact the business for which meeting is called.



Shri R. S. Varshneya
Chairman



Shri A. K. Varma
Managing Director



Shri Vishnu Kumar
Director (Projects)



Shri A. K. Malhotra
Director (Technical)



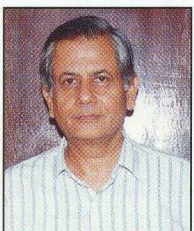
Dr. T. Chandrashekhar
Director (Resettlement & Rehabilitation)



Shri K. L. Dhingra
Director (Finance)



Shri P.R.K. Murthy
Director (Infrastructure & Commercial Development)



Shri Sumant Chak
Part Time Official
Director (IR)



Shri Ramanand Tiwari
Part Time Official
Director (GOM)



Shri V. Sivakumaran
Non Official Part-time
Director (IR)



Chairman's Speech



MUMBAI RAILWAY VIKAS CORPORATION LTD.
MUMBAI RAILWAY VIKAS CORPORATION LTD.

GENTLEMEN,

It gives me great pleasure to welcome you to the 6th Annual General Meeting of Mumbai Railway Vikas Corporation Ltd.

Implementation of MUDP phase I is now in full swing and progressing satisfactorily. The total expenditure incurred on MUDP phase I upto 31.03.2005 is Rs. 971.36 crore.

MRVC has closed its accounts for 2004-05 with an excess of income over expenditure amounting to Rs 6.66 crore. After adding the prior period adjustment (net) of Rs. 3.94 crore, the Company has reported a surplus of Rs. 10.60 crore.

The major aspects of the work completed during the year under review have been brought out in the Directors' Report. Some of the highlights are:

- (1) The contract for supply of electrics for 101 EMU rakes has been awarded. The coaches will be manufactured at ICF, Chennai and the series supply of rakes is expected to start from September 2006 at the rate of four rakes per month. Passenger feedback on the new features to be provided on these rakes had been obtained on the 3 coaches already introduced in service trials on Western Railway.
- (2) The Virar-Vasai section on Western Railway has been commissioned for AC traction and opened for traffic in May 2004. DC to AC conversion work on the other suburban sections are also in full swing.
- (3) An MoU has been signed between MRVC and Ministry of Railway on 31.03.2005 for the year 2005-06 clearly setting out the targets on various parameters to be achieved during the year. This will also facilitate timely release of adequate fund for execution of projects and continuance of full assistance by Ministry of Railways in various project related matters.
- (4) I am glad to inform that MRVC has been granted ISO 9001:2000 certificate by the ISO Certification Body.
- (5) Out of the 15,857 Project Affected Households to be resettled and rehabilitated, more than 10,500 households have already been resettled at permanent tenements. This includes about 6500 households which were earlier shifted to temporary tenements, have been provided with permanent tenements. The construction of houses for the balance Project Affected Households is completed and it is expected that all the households will be shifted to regular tenements within next three months.
- (6) The consolidated MUDP Phase II proposal has been sent to Ministry of Railways for sanction in September 2004 after obtaining approval of Govt. of Maharashtra.



Improvement in the suburban railway system would be a continuous process. The approval of the Parliament for MUTP Phase II is being solicited.

With this brief overview, I conclude by thanking the Ministry of Railways, the Government of Maharashtra and the people of Mumbai for all the assistance and co-operation extended to Mumbai Railway Vikas Corporation Ltd and on my own behalf, I assure all members present and the Mumbai rail commuters in particulars that the Mumbai Railway Vikas Corporation Ltd shall spare no efforts in reaching the goals set out for it, i.e. making rail travel convenient, comfortable and safe for Mumbai Commuters.

R. S. Varshneya
24/6

R. S. VARSHNEYA
Chairman/MRVC

Note: This does not purport to be the proceedings of the Sixth Annual General Meeting.

MUMBAI RAILWAY VIKAS CORPORATION LTD.



Directors' Report



MUMBAI RAILWAY VIKAS CORPORATION LTD.

MUMBAI RAILWAY VIKAS CORPORATION LIMITED DIRECTORS' REPORT

Gentlemen,

The Directors of Mumbai Railway Vikas Corporation Limited have great pleasure in presenting the Sixth Annual Report on the business and operations of the Company and Statements of Accounts for the year ended 31st March 2005.

(1) **Financial Results :-**

The salient features of the financial results of the Corporation for the year ended 31st March 2005 are as under: -

Rupees in Lakhs

Particulars	Year Ended 31.3.2005	Year Ended 31.3.2004
Income	1094.00	626.62
Expenditure	427.91	343.74
Excess of Income over Expenditure before prior period Items & Taxes	666.09	282.88
Add- Prior period adjustment (Net)	394.36	-
Excess of Income over Expenditure before Tax	1060.46	282.88
Less- Provision for Current Tax	-	-
Add- Tax adjustment of earlier year	-	136.50
Excess of Income over Expenditure after Tax	1060.46	419.38
Brought forward Surplus from previous year	657.78	238.40
Balance carried to Balance Sheet	1718.24	657.78
Earning per Share (in Rupees) - Face Value of Share Rs. 1000	266.44	113.15

As the Company is registered under Section 12 A of the Income Tax Act, 1961, it has not made any provision for taxation. However, it is required to plough back its surplus for the furtherance of the objectives of the Company within a period of 5 years of accrual of such profit. This is being done.

The Corporation had a policy of accounting interest incomes on unutilized project funds as "MUTP Funds received" in the year 2003-04. In order to have a better presentation and based on the opinion of two Chartered Accountants firms, the Corporation has from the current year changed its accounting policy and accounted the interest income on unutilized project fund as "Income" and credited it to the Income & Expenditure Account as against such interest accounted and disclosed as "MUTP Fund Received" in the previous year. The Corporation has no profit motive and therefore based on the opinion obtained

of the Chartered Accountants firms has prepared Income & Expenditure Account in lieu of Profit & Loss Account. The impact of the change in the Accounting Policy as referred to above has been quantified and stated in the Financial Statements as well as the Auditors' Report.

(2) Railway Infrastructure Projects :-

The list of projects being undertaken by MRVC along with the progress of the projects are given at Annexure 'A'.

(3) Works handled by MRVC Ltd. :-

Some of the major works handled by MRVC during the year 2004-2005 are as follows :

(a) EMU procurement :-

The contract for supply of EMU equipment has been awarded.

(b) Procurement of Audio Frequency Track Circuits :-

Supplies against the contract for procurement of 924 Nos. Audio Frequency Track Circuits are in progress and 81.48% progress was achieved as against a target of 80%.

(c) Procurement of Digital Axle Counters :-

Digital Axle Counters have been installed at one station on Central Railway and the performance is being monitored by RDSO.

(d) Virar-Dahanu Road Track Center Work :-

The integrated contract for this work has been awarded and the works at Dahanu Road are in progress.

(e) Virar Car Shed :-

The land acquisition for the Virar car Shed has been completed for an area of 23.701 Ha (private land). Sanction of Govt. of Maharashtra is being obtained for 2.175 Ha of govt. land. Detailed engineering is in progress.

(f) 5th Line between Mahim-Santacruz :-

Sanction has been obtained for transfer of 1120.251 sq. mtr. of BMC land on footpath of Raheja Marg and 1551.82 sq. mtr. of govt. land at Mahim creek. 2398.02 sq. mtr. of govt. land near Harbour flyover between Bandra-Khar is under process of approval. Advance payment for pipeline modification has been made to BMC. The bids for Package 1 comprising of bridges and staff quarters have been opened and are under evaluation.



(g) Substation at Titwala :-

The contract for substation at Titwala has been awarded in December 2004. The physical progress of this work is 29.4% as against the target of 28.2%.

(h) New station at Oshiwara :-

The contract for detailed engineering for new station at Oshiwara has been awarded.

(i) Procurement of Track Machines :-

The bids for procurement of track machines are under evaluation and the contract is likely to be finalised within next 2 months.

(j) Technical Assistance :-

(i) TA for OHE and Substations :-

The study has been completed.

(ii) TA for Signalling to improve headway :-

The study has been completed.

(iii) TA for OHE System improvement :-

The consultant has submitted 12 working papers out of 14.

(iv) TA for Virar Car Shed :-

The consultant has submitted the conceptual design report and the detailed design for boundary wall and ground improvement.

(v) TA for Station Design & Engineering :-

Concept plans for 7 stations under finalisation

(vi) TA for upgradation of EMU maintenance facilities :-

The consultant has submitted 4 out of 5 working papers.

(vii) TA for S&T reliability improvement :-

The consultant has submitted all the working papers except Financial Analysis, which will be submitted after acceptance of all other working papers.

(viii) TA for quality control and testing of EMU rakes at ICF :-

The consultant has submitted inception report after incorporating the changes suggested.

(ix) TA for commercial development of Railway land and airspace :-

The contract has been awarded and the inception report has been submitted by the consultant.

(x) TA for simulation study update :-

The Request For Proposal has been sent to the short-listed consultants and is due for opening on 04.10.2005.

(xi) TA for Track Improvement :-

The revised TOR is under approval by Railway Board.

(k) MoU between MRVC and Ministry of Railways for the year 2005-06:-

An MoU has been signed between MRVC and Ministry of Railways on 31.03.2005 for the year 2005-06 clearly setting out the targets on various parameters to be achieved during the year. This will also facilitate timely release of adequate fund for execution of projects and continuance of full assistance by Ministry of Railways in various project related matters.

(4) Change in the Board of Directors :-

Shri R.S. Varshneya, Member Staff, Railway Board was appointed as Part-time Chairman on the Board of Directors of Mumbai Railway Vikas Corporation Ltd. from 18th March 2005 vice Shri. S. P. S. Jain, Member Engineering, Railway Board, who relinquished his charge from 1st March 2005 on account of his superannuation.

Shri K. L. Dhingra, Director (Finance), Indian Rare Earths Ltd. (IREL) was appointed as Director (Finance), Mumbai Railway Vikas Corporation Ltd. from 29th July 2004 vice Smt. Chetna Kumar, Director (Finance), Mumbai Railway Vikas Corporation Ltd.

Shri P.R.K. Murthy, Chief Transport and Communication Division MMRDA was appointed by Govt. of Maharashtra as Director (Infrastructure & Commercial Development), w. e. f. 31st January 2005 vice Shri V. K. Phatak

(5) Directors' Responsibility Statement :-

In terms of Section 217 (2AA) of the Companies Act, 1956, your Directors state :-

- (i) that in the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departure.
- (ii) that the Company has selected such accounting policies, and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company of that period.



- (iii) that the Company has taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) that these Annual Accounts have been prepared on a going concern basis.

(6) Audit Committee :-

In accordance with the provisions of Section 292A of the Companies Act, 1956 the Audit Committee of the Board of Directors has since been constituted on 26th September, 2001 consisting of three members comprising of, Part-time Official. Director from Railways viz. Additional Member (Planning) and Part-time Govt. Director from Govt. of Maharashtra viz. Principal Secretary-1, (Urban Development Department), Govt. of Maharashtra and Director (Technical), MRVC Ltd. During the Financial Year 2004-05, three meetings of the Audit Committee have been held on 29th June 2004, 28th September 2004 and 27th December 2004.

(7) Auditors :-

- (a) M/s. Lakhani & Co., Chartered Accountants, Mumbai have been appointed by the Comptroller & Auditor General of India, New Delhi in September 2004 as the Statutory Auditors for MRVC Ltd. for the financial year 2004-05 and also re-appointed for the financial year 2005-06.
- (b) The Comptroller and Auditor General of India has entrusted the Govt. Audit of Mumbai Railway Vikas Corporation Ltd. to the Principal Director of Commercial Audit and Ex-officio Member, Audit Board-I, Mumbai.
- (c) M/s. Gupta Maheshwari & Jain, Chartered Accountants have continued as the Internal Auditors of MRVC Ltd. for the financial year 2004-05.

(8) Auditors' Report :-

Report of the Statutory Auditors contains qualification regarding non-provision of retirement benefits in respect of Gratuity on the basis of actuarial valuation as prescribed under Accounting Standard 15 (AS-15).

The Gratuity provision is made on actual basis in the accounts of the Company for the financial year ended 31st March 2005. The Corporation has initiated steps for introducing actuarial valuations of Gratuity and same will be reflected in the next financial year.

C & AG has issued 'NIL' comment certificate on the accounts of the Company for the year ended 31st March, 2005 under section 619(4) of the Companies Act, 1956.



(9) **Particulars of employees :-**

During the year under review the particulars of employees to be disclosed under section 217 (2) (A) of the Companies Act, 1956 and the Companies (particulars of employees) Rules, 1975 and amendments thereof from time to time may be treated as "Nil".

(10) **Acknowledgements :-**

The Board of Directors gratefully acknowledge the co-operation and guidance received from the Ministry of Railways, Govt. of Maharashtra, MMRDA and the Central and Western Railways from time to time.

The Board of Directors also place on record their appreciation of the valuable services rendered by the Officers and the employees of the Company during the year under review.

For and on behalf of the Board of Directors

Place :- MUMBAI

Date :- 26-09-2005

(K.L. Dhingra)
Director (Finance)

(A.K. Varma)
Managing Director



Projects of MUTP (Rail Component)



ANNEX-A

1.0 Phase -I

(In crores of Rupees)

Sr. No.	Name of Work	Anticipated cost	Total Exp.Upto Mar'05	Planned Exp.for 2005-06	Balance to Complete the work
1	Provision of 5th Line Western Railway	59.00	2.98	22.00	34.02
2	5th and 6th line between Kurla-Thane	166.00	115.26	30.00	20.74
3	Borivali-Virar Quadrupling	436.00	303.59	48.00	84.41
4	Virar Carshed	73.00	24.69	7.50	40.81
5	Optimisation of Western Railway	50.10	15.71	18.20	16.19
6	Optimisation of Central Railway	99.50	17.75	13.19	68.56
7	Optimisation of Harbour Line	19.70	-	3.00	16.70
8	DC to AC Conversion	380.40	107.18	76.67	196.55
9	Emu Maintenance Facilities	64.30	0.02	15.00	49.28
10	Stabling Lines for EMUs	48.50	-	11.20	37.30
11	EMU Procurement/manufacture/retrofitment	1359.20	1.13	200.00	1153.07
12	Procurement of Track Machines	31.30	-	10.00	21.30
13	Technical Assistance	40.40	3.84	23.13	18.43
14	Resettlement & Rehabilitation	290.00	378.66	10.00	-98.66
15	Capital expenditure for setting up of MRVC	7.79	0.55	6.00	1.24
TOTAL		3125.19	971.36	493.89	1659.94

(In crores of Rupees)

2.0 Phase -II

1	Kurla-CSTM fifth and sixth line	464
2	Thane -Diva additional pair of lines	99
3	Borivali-Mumbai Central Sixth line	372
4	Extention of Harbour line to Goregaon	76
5	DC to AC Conversion	205
6	EMU Procurement/manufacture	2009
7	EMU Maintenance facilities	144
8	Stabling Lines for EMUs	96
9	Technical Assistance and Institutional Strengthening	45
10	Resettlement & Rehabilitation	94
11	Station Improvement and Trespassing Control	96
GRAND TOTAL		3700



Auditors' Report



TO THE MEMBERS OF MUMBAI RAILWAY VIKAS CORPORATION LIMITED

1. We have audited the attached Balance Sheet of MUMBAI RAILWAY VIKAS CORPORATION LIMITED (the Company) as at 31st March, 2005 and also the Income and Expenditure Account 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 misstatement. 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 as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 (together the 'Order') 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 enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Attention is invited to:
 - a) Note No. (V) (a) & (b) of Schedule A regarding accounting for retirement benefit of employees on deputation from Indian Railways and employees on contract basis, the company has not provided retirement benefit on the basis of actuarial valuation as prescribed under Accounting Standard - 15 (AS-15) regarding Accounting for Retirement Benefits issued by The Institute of Chartered Accountants of India (ICAI). In the absence of actuarial valuation for retirement benefits we are unable to comment upon the provision made by the company and its consequent impact on the excess of income over expenditure of the company, reserve and surplus and liability as stated in the financial statement.
5. Subject to our comments in paragraph 4 above, with consequential aggregate effects, the quantification of which could not be determined on the excess of income over expenditure for the year, reserves and surplus and the liability as at the balance sheet date, we report that:
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (iii) The Balance Sheet and Income and Expenditure Account dealt with by this report are in agreement with the books of account;
 - (iv) In our opinion, the Balance Sheet and the Income and Expenditure Account dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - (v) We have been informed that the provisions of Section 274(1)(g) of the Companies Act, 1956 are not applicable to a Government company in view of the notification issued in this behalf: and

MUMBAI RAILWAY VIKAS CORPORATION LTD.



(vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Significant Accounting Policies in Schedule 'A' and

a) Note 8 of Schedule "B" regarding reliance being placed on audited / unaudited statements pertaining to expenditure incurred on various projects by Central Railway, Western Railway and Mumbai Metropolitan Regional Development Authority (MMRDA), resultant Direction and General Charges (D&G) and,

b) Note 3 of Schedule "B" regarding change in accounting policy in relation to interest income on unutilized project funds and the impact thereon. Had the accounting policy remained unchanged:

i. the excess of Income over Expenditure before prior period items and taxes of Rs.6,66,09,445/- would have turned into excess of Expenditure over Income before prior period items and taxes of Rs.82,16,802/-

ii. the excess of Income over Expenditure after prior period items and taxes of Rs.10,60,46,081/- would have turned into excess of Expenditure over Income after prior period items and taxes of Rs.81,41,702/-

iii. the reserves and surplus would have been lower by Rs.11,41,87,783/-.

iv. the MUTP funds received would have been higher by Rs.11,41,87,783/-.

v. the Earnings Per Share for the year would have been (-) Rs.32.86 instead of Rs.266.44.

other Notes on Accounts in Schedule "B" thereon 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:

(a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2005; and

(b) in the case of the Income and Expenditure Account, of the excess of income over expenditure of the Company for the year ended on that date.

For Lakhani & Co.
Chartered Accountants

S. Katudia

Sailesh Katudia
(Partner)

Mem. No. 105529

Place : Mumbai

Date : 26/08/05



(REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF MUMBAI RAILWAY VIKAS CORPORATION LIMITED ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2005)

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) According to the information and explanations given to us, all the assets have been physically verified, at intervals, by the management during the year, which in our opinion is reasonable, having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) In our opinion, a substantial part of the fixed assets has not been disposed off by the company during the year.
- (ii) The company in the normal course of business does not hold any inventory. Accordingly clause 4(ii) of the Order is not applicable.
- (iii) (a) The company has not granted any loan, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly sub-clauses (a), (b), (c), and (d) of clause 4(iii) of the Order are not applicable.
- (b) The Company has not taken any unsecured loan from companies covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly sub-clauses (e), (f) and (g) of clause 4(iii) of the Order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of fixed assets, inventory for project and sale of services. The activities of the Company do not involve sale of goods. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across nor have been informed of any instance of major weaknesses in the aforesaid internal control system.
- (v) (a) In our opinion and according to the information and explanations given to us, there were no transactions that need to be entered into the register to be maintained under section 301 of the Companies Act, 1956. Accordingly sub-clause (b) of clause 4(v) of the order is not applicable.
- (vi) The Company has not accepted any deposits from public within the meaning of the provisions of Sections 58A and 58AA or any other relevant provisions of the act, and the rules framed there under. Accordingly clause 4(vi) of the Order is not applicable.
- (vii) In our opinion, the Company has an adequate internal audit system commensurate with the size and nature of its business.
- (viii) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 in respect of services carried by the Company.
- (ix) (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, investor education and protection fund, employee's state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues as applicable, with the appropriate



authorities. Based on our audit procedure and according to the information and explanations given to us, no undisputed dues payable in respect of provident fund, investor education and protection fund, employee's state insurance, income tax, sales tax, wealth tax, service tax, customs duty, excise duty and cess were in arrears, as at 31st March, 2005 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues in respect of income tax, wealth tax, service tax, sales tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.
- (x) The Company has no accumulated losses and has not incurred any cash losses during the current financial year and in the immediately preceding financial year.
- (xi) The Company has neither taken any loans from a financial institution, bank nor issued any debentures. Accordingly clause 4(xi) of the Order is not applicable.
- (xii) The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly clause 4(xii) of the Order is not applicable.
- (xiii) The Company is not a chit fund, nidhi or mutual fund or a society. Accordingly clause 4(xiii) of the Order is not applicable.
- (xiv) According to the information and explanation given to us, the company is not dealing or trading in shares, securities, debentures and other investments. Accordingly clause 4(xiv) of the Order is not applicable.
- (xv) According to the information and explanation given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions. Accordingly clause 4(xv) of the Order is not applicable.
- (xvi) The Company has not taken any loans. Accordingly clause 4(xvi) of the Order is not applicable.
- (xvii) The Company has not raised any funds. Accordingly clause 4(xvii) of the Order is not applicable.
- (xviii) According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act. Accordingly clause 4(xviii) of the Order is not applicable.
- (xix) The company has not issued any debentures. Accordingly clause 4(xix) of the Order is not applicable.
- (xx) The company has not raised any money by public issue during the period. Accordingly clause 4(xx) of the Order is not applicable.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the period.

For M/s. Lakhani & Co.
Chartered Accountants

S. Katudia

Sailesh Katudia
(Partner)

Mem. No. 105529

Place : Mumbai
Date : 26/08/05



Comments of the C & AG of India



MUMBAI RAILWAY VIKAS CORPORATION LTD.
MUMBAI RAILWAY VIKAS CORPORATION LTD.

Comments Of The Comptroller & Auditor General Of India Under Section 619(4) Of The Companies Act 1956, On The Accounts Of Mumbai Railway Vikas Corporation Limited, Mumbai, For The Year Ending 31st March, 2005.

I have to state that the Comptroller and Auditor General of India has no comments upon or supplement to the Auditors' Report under Section 619 (4) of the Companies Act 1956, on the Accounts of Mumbai Railway Vikas Corporation Limited, Mumbai for the year ended 31st March, 2005

(Sushama V. Dabak)
Principal Director of Commercial Audit
& Ex-Officio Member, Audit Board-I, Mumbai

Date: 17th September, 2005



Balance Sheet as at 31.03.2005



MUMBAI RAILWAY VIKAS CORPORATION LTD.

Particulars	Sch. No.	Rs.	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
SOURCES OF FUNDS				
Shareholders' Funds				
Share Capital	1		250,000,000	250,000,000
Reserves and Surplus	2		171,824,303	65,778,222
Unsecured Funds For Projects				
Total MUTP Funds Received	3	12,248,793,992		9,073,249,446
Less : Total MUTP Funds Utilised		9,713,653,807		7,966,441,961
			2,535,140,185	1,106,807,485
TOTAL			2,956,964,488	1,422,585,707
APPLICATION OF FUNDS				
Fixed Assets	4			
Gross Block		15,691,706		13,828,306
Less Depreciation		5,427,567		4,037,530
Net Block		10,264,139		9,790,776
Capital Work in Progress		0		58,500
			10,264,139	9,849,276
Current Assets, Loans and Advances				
Cash and Bank Balance	5		2,836,118,670	1,367,840,659
Loans and Advances	6		211,948,317	106,890,112
SUB TOTAL			3,048,066,988	1,474,730,771
Less:				
Current Liabilities and Provisions				
Current Liabilities			101,643,651	62,536,822
Provisions			369,004	232,739
SUB TOTAL			102,012,655	62,769,561
Net Current Assets			2,946,054,333	1,411,961,210
Miscellaneous Expenditure (to the extent not written off or adjusted.)	8		646,016	775,221
TOTAL			2,956,964,488	1,422,585,707
Significant Accounting Policies	A			
Notes on Accounts	B			

The schedules referred to above and the notes attached form an integral part of the Accounts As per our report of even date.

For LAKHANI & Co.
Chartered Accountants

For and on behalf of Board of Directors of
MUMBAI RAILWAY VIKAS CORPORATION LTD.

S. Katadia
(Sailash Katudia)
Partner

Date: 26/08/2005
Place: Mumbai

K. L. Dhingra
(K. L. Dhingra)
Director (Finance)

A. K. Varma
(A. K. Varma)
Managing Director

Vijay Angane
(Vijay Angane)
Company Secretary

Income & Expenditure Account For The Year Ended 31.03.2005



Particulars	Sch. No.	Year Ended 31.03.05 Rs.	Year Ended 31.03.04 Rs.
INCOME			
Service Revenue :			
Direction and General Charges (Current Year Rs. Nil Previous year includes Rs. 9,808,988 of earlier year)		15,071,600	41,104,454
Other income :			
- Interest Income from Bank		93,954,422	60,906,307
Less : Transferred to Project (TDS Rs.939,289/- : Previous year Rs.1,832,201/-)		0	39,361,536
		93,954,422	21,544,771
- Miscellaneous Income		374,823	13,321
		94,329,245	21,558,092
TOTAL		109,400,845	62,662,546
EXPENDITURE			
Establishment Expenses	9	28,208,340	20,455,267
Administrative and Operational Expenses	10	13,063,818	12,265,783
Depreciation		1,390,037	1,524,069
Preliminary Expenses Amortised		129,205	129,204
TOTAL		42,791,400	34,374,323
EXCESS OF INCOME OVER EXPENDITURE BEFORE PRIOR PERIOD ITEMS AND TAXES		66,609,445	28,288,223
Add : Prior Period Adjustments (Net)	11	39,436,636	—
EXCESS OF INCOME OVER EXPENDITURE BEFORE TAX		106,046,081	28,288,223
Less : Provision for Current Tax		—	—
Add : Taxation adjustment of earlier years		—	13,650,000
EXCESS OF INCOME OVER EXPENDITURE AFTER TAX		106,046,081	41,938,223
Brought forward surplus from Previous year		65,778,222	23,839,999
Balance carried to Balance Sheet		171,824,303	65,778,222
Earnings per Share (Basic and Diluted)		266.44	113.15
Significant Accounting Policies	A		
Notes to Accounts	B		

The schedules referred to above and the notes attached form an integral part of the Accounts As per our report of even date.


For LAKHANI & Co.
Chartered Accountants

For and on behalf of Board of Directors of
MUMBAI RAILWAY VIKAS CORPORATION LTD.


(Sailesh Katudia)
Partner

Date: 26/08/2005
Place: Mumbai


(K. L. Dhingra)
Director (Finance)


(Vijay Angane)
Company Secretary


(A. K. Varma)
Managing Director



Schedules Forming Part Of Balance Sheet As At 31.3.2005



MUMBAI RAILWAY VIKAS CORPORATION LTD.
MUMBAI RAILWAY VIKAS CORPORATION LTD.

SCHEDULE 1

	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
SHARE CAPITAL		
AUTHORISED SHARE CAPITAL		
2,50,000 Equity shares of Rs.1000/- each	250,000,000	250,000,000
ISSUED , SUBSCRIBED AND PAID UP		
2,50,000 Equity shares of Rs.1000/- each fully paid up	250,000,000	250,000,000
TOTAL	250,000,000	250,000,000
Of the above, following equity shares were allotted to :		
Ministry of Railways (127,500 Equity Shares)	127,500,000	127,500,000
Government of Maharashtra (122,500 Equity Shares)	122,500,000	122,500,000
TOTAL	250,000,000	250,000,000

SCHEDULE 2

	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
RESERVES AND SURPLUS		
Income and Expenditure Account		
Opening Balance	65,778,222	23,839,999
Add: Transfer during the year	106,046,081	41,938,223
TOTAL	171,824,303	65,778,222



Schedules Forming Part Of Balance Sheet As At 31.3.2005



MUMBAI RAILWAY VIKAS CORPORATION LTD.

SCHEDULE 3

UNSECURED FUNDS FOR PROJECTS

	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
Opening Balance	9,073,249,446	4,653,627,000
Add :		<i>(Refer Note 1)</i>
MMRDA (Previous Year R&R)	—	44,898,763
DC-AC Conversion - Western Railway	—	51,700,000
	—	96,598,763
Less: Interest on MUTP Funds deployed	39,361,536	
	9,033,887,910	4,750,225,763
Amount Received From :		
Ministry of Railways :	1,991,100,000	1,810,700,000
Government of Maharashtra :		
Pertaining to previous year	—	50,000,000
During the year	—	332,500,000
Rehabilitation and Resettlement	908,880,000	1,911,000,000
	908,880,000	2,293,500,000
Surcharge Adjusted Towards Dues	314,926,082	179,462,147
Interest Income on MUTP Funds Deployed	—	39,361,536
TOTAL	3,214,906,082	4,323,023,683
Total MUTP Funds Received (A)	12,248,793,992	9,073,249,446
Amount Utilised/Adjusted		
Opening Balance	7,966,441,961	4,653,627,000
Add :		<i>(Refer Note 1)</i>
MMRDA (Previous Year R&R)	—	44,898,763
DC-AC Conversion - Western Railway	—	51,700,000
	—	96,598,763
	7,966,441,961	4,750,225,763
Amount Spent By :		
Western Railway	458,506,752	785,277,241
MMRDA	917,968,800	1,939,401,990
Central Railway	134,185,374	129,857,540
Mumbai Railway Vikas Corporation	236,550,920	361,679,427
Total MUTP Funds Utilised (B)	9,713,653,807	7,966,441,961
Unsecured Funds for Project (A - B)	2,535,140,185	1,106,807,485

Note: MUTP as a composite work was sanctioned during 2003-2004. Prior to this, certain subworks of MUTP were being executed by Central Railway and Western Railway. This figure represents the amount actually spent on MUTP cumulatively upto 31.03.2003



Schedules Annexed To And Forming Part Of Balance Sheet As At 31.3.2005

SCHEDULE 4 - FIXED ASSETS

DESCRIPTION	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS AT 1.4.2004	ADDITIONS/ ADJUST- MENTS	DEDUC- TION	AS AT 31st Mar'05	AS AT 1.4.2004	FOR THE YEAR	ON DEDU- CTION	AS AT 31.3.2005	AS AT 31.3.2005	AS AT 31.3.2004
Computer and Softwares	4,618,123	477,640	0	5,095,763	1,708,338	783,107	0	2,491,445	2,604,318	2,909,785
Furniture and Fixtures	4,021,383	344,027	0	4,365,410	1,503,380	216,488	0	1,719,868	2,645,542	2,518,003
Office Equipments	4,251,878	1,041,733	0	5,293,611	529,347	301,434		830,781	4,462,830	3,722,531
Vehicles	936,922	0	0	936,922	296,465	89,008	0	385,473	551,449	640,457
Sub Total	13,828,306	1,863,400	0	15,691,706	4,037,530	1,390,037	0	5,427,567	10,264,139	9,790,776
Capital Work in Progress	—	—	—	—	—	—	—	—	0	58,500
As at 31.3.2005	13,828,306	1,863,400	0	15,691,706	4,037,530	1,390,037	0	5,427,567	10,264,139	9,849,276
As at 31.3.2004	11,012,199	2,835,795	19,688	13,828,306	2,519,497	1,524,069	6,036	4,037,530	9,849,276	0





Schedules Forming Part Of Balance Sheet As At 31.3.2005



SCHEDULE 5 - CASH AND BANK BALANCES

	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
Cash in hand	57,072	19,748
Balances with Banks		
In Scheduled Banks		
a) In Current Accounts	989,770	9,233,592
b) In Term Deposit Account (including interest accrued thereon Rs.3,41,69,687.68/- previous year Rs.11,667,457/-)	2,835,071,828	1,358,587,319
TOTAL	2,836,118,670	1,367,840,659

SCHEDULE 6- LOANS AND ADVANCES

	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
(Unsecured, considered good)		
Advances recoverable in cash or in kind or for the value to be received	11,695,475	1,029,383
Share of Surcharge due from *		
Central Railway	26,000,000	46,627,811
Western Railway	27,508,518	38,628,116
Balance with Railway		
Central Railway	43,314,976	700,000
Western Railway	97,044,694	9,843,399
Tax Deducted at Source	6,384,654	10,061,403
TOTAL	211,948,317	106,890,112

* Since received



SCHEDULE 7 - CURRENT LIABILITIES AND PROVISIONS

	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
CURRENT LIABILITIES :		
Sundry Creditors	24,904,879	24,617,313
Other Liabilities	8,127,231	8,057,096
Liability towards share of sucharge collected (For Government of Maharashtra)	314,926,082	179,462,147
Less : Adjusted towards Project Fund due from Government of Maharashtra	<u>314,926,082</u>	<u>179,462,147</u>
Temporary book overdraft since cleared	<u>68,611,541</u>	<u>29,862,413</u>
(A)	101,643,651	62,536,822
PROVISIONS :		
- Gratuity	369,004	232,739
(B)	369,004	232,739

SCHEDULE 8 - MISCELLANEOUS EXPENDITURE

	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
Preliminary expenses :		
Opening balance	775,221	904,425
Less : Amortised during the year	<u>129,205</u>	<u>129,204</u>
	646,016	775,221



Schedules Forming Part Of Profit & Loss Account For The Year Ended 31.03.2005



SCHEDULE - 9- ESTABLISHMENT EXPENSES

	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
Salary, Wages & Allowances	* 26,915,984	19,417,724
Contribution to Provident Fund and Employees State Insurance Scheme	306,997	389,427
Gratuity Provision (in respect of employees on contract)	136,265	115,835
Staff Welfare Expenses	849,094	532,281
	28,208,340	20,455,267

* includes retirement benefits in respect of employees on deputation amounting to Rs. 3,383,033/-
(Previous year Rs.2,016,548/-)

SCHEDULE - 10 - ADMINISTRATIVE & OPERATIONAL EXPENSES

	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
Electricity Expenses	1,260,763	331,818
Repair and Maintenance		
Office Premises	461,540	656,414
Others	486,098	362,223
	947,638	1,018,637
Advertisement Charges	69,400	113,911
Auditor's Remuneration (includes Service Tax)		
Statutory Audit Fees	38,570	32,400
Tax Audit Fees	16,530	5,400
	55,100	37,800
Rent for Leased Premises	321,546	275,598
Rates and Taxes	7,616	25,298
Insurance	13,983	19,795
Travelling and Conveyance	2,806,315	3,401,253
Vehicle Expenses	2,297,024	2,150,071

Contd...

MUMBAI RAILWAY VIKAS CORPORATION LTD.



Schedules Forming Part Of Profit & Loss Account For The Year Ended 31.03.2005



SCHEDULE - 10 - ADMINISTRATIVE & OPERATIONAL EXPENSES

	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
Communication Expenses	1,227,307	1,150,381
Training and Seminar expenses	533,082	422,943
Printing and Stationery	908,368	1,042,305
Hospitality Expenses	343,652	523,350
Legal and Professional Fees	1,781,341	1,037,495
Director's Sitting fees	30,000	15,000
Miscellaneous Expenses	460,684	635,642
Balances Written off	0	64,486
TOTAL	13,063,818	12,265,783

SCHEDULE - 11 - PRIOR PERIOD ADJUSTMENTS (Net)

	As at 31.03.2005 Rs.	As at 31.03.2004 Rs.
Interest on MUTP Funds	39,361,536	0
Electricity Chrges	328,798	0
Ex-Gratia	(177,736)	0
Telephone Charges	(22,700)	0
Ait Travel	(1,413)	0
Training Charges	(16,000)	0
Provident Funds	(24,939)	0
Repairs and Maintenance charges	(10,910)	0
	39,436,636	0



SCHEDULE - A

SIGNIFICANT ACCOUNTING POLICIES

(i) Basis of Preparation of Accounts

The accounts have been prepared using historical cost convention and on going concern basis in accordance with the Generally Accepted Accounting Principles (GAAP) in India on the accrual basis and in accordance with the Accounting Standards referred to in Section 211(3C) and other requirements of the Companies Act, 1956. Insurance and other claims are accounted for as and when admitted by the appropriate authorities.

The preparation of financial statements requires the management of the company to make estimates and assumptions that affect the reported amounts of incomes and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statement.

Wherever changes in presentation are made, comparative figures of previous years are regrouped accordingly.

(ii) Fixed Assets

Fixed Assets are stated at Cost less accumulated depreciation.

Fixed Assets are eliminated from the financial statements either on disposal or when retired from active use. Such assets are removed from the fixed asset records on disposal. Generally such retired assets are disposed off soon thereafter.

Expenditure relating to existing fixed assets is added to the cost of the fixed asset where it increases the performance / life of the asset as assessed earlier.

(iii) Depreciation

Depreciation has been provided on Straight Line Method at the rates prescribed in Schedule XIV of the Companies Act, 1956 and on pro-rata basis from the date of addition in respect of additions during the year.

Depreciation on assets, the individual cost of which does not exceed five thousand rupees are provided at the rate of 100% in the year put to use.

(iv) Foreign Exchange Transactions

Expenditure incurred in foreign currency is accounted at the rates prevalent at the time when expenditure is incurred.

Foreign currency current assets and liabilities are converted at the contracted / year end rate, as applicable.

Exchange difference on account of acquisition of fixed assets is adjusted to carrying cost of the fixed asset. Other exchange differences are recognized in the Income and Expenditure Account.



(v) Retirement Benefits

- a) Retirement benefits in respect of employees on deputation from Indian Railways are provided as per the rules and regulations applicable to the Indian Railways.
- b) Retirement benefits in respect of employees on contract are provided as per the rules and regulations of the Company.

(vi) Preliminary Expenses

Preliminary expenses are amortized over a period of ten years from the year of incorporation.

(vii) Revenue Recognition

- a) The Company provides for Direction and General Charges (D&G) at specified percentage of expenses incurred as per the Memorandum of Understanding (MOU) signed between MRVC and Government of India / Government of Maharashtra acting through Central and Western Railway and Mumbai Metropolitan Regional Development Authority (MMRDA) and as certified by them on the ongoing Mumbai Urban Transport Projects (MUTP).
- b) Interest income on Investments are accounted in Income & Expenditure Account.

(viii) Project Accounting

The amount spent on projects, which are being implemented by the Company and covered by separate budgetary allocation in the budget for Indian Railways and contribution from Government of Maharashtra, are accounted for as "MUTP Funds Utilised" and miscellaneous receipts on account of sale of tender documents are reduced from the project funds utilized and share of surcharge received on tickets issued by Indian Railways pertaining to the Government of Maharashtra (GOM) is disclosed as MUTP funds received from GOM.

(ix) Prior Period and Extraordinary Items

Income and expenditure pertaining to prior period as well as extraordinary items, where material and affecting the operating results, are disclosed separately.

(x) Contingencies and Events occurring after the Balance Sheet date

Accounting for contingencies (gains and losses) arising out of contractual obligations are made only on basis of mutual acceptance.

Where material events occurring after the date of balance sheet are considered upto the date of approval of accounts by the Board Of Directors.



SCHEDULE B :

NOTES TO ACCOUNTS

1. No provision for Income tax has been made since the company has obtained exemption under section 12A of the Income Tax Act.
2. No provision for Deferred Tax in accordance with Accounting Standard - 22 issued by the Institute of Chartered Accountants of India has been made in the accounts, since the Company has obtained exemption under section 12 A of the Income Tax Act.
3. The company had a policy of accounting interest income on unutilized project fund as 'MUTP funds' received in the year 2003-2004. In order to have a better presentation and based on the opinion of two Chartered Accountant Firms, the company has from the current year changed its accounting policy and accounted the interest income on unutilized project fund as 'Income' and credited it to the Income and Expenditure Account as against such interest accounted and disclosed as "MUTP Fund Received" in the previous year. As a result of such change in accounting policy the company has credited interest income on unutilized project funds for the year amounting to Rs. 7,48,26,247/- to Income and Expenditure Account and interest income on unutilized project fund upto 31.3.2004 amounting to Rs. 3,93,61,536/- as prior period income to the Income and Expenditure Account. Had the company not changed its accounting policy, the excess of Income over Expenditure before prior period items and taxes would have been lower by Rs. 7,48,26,247/-, excess of Income over Expenditure after prior period item and taxes would have been lower by Rs. 11,41,87,783/-, Reserves and Surplus would have been lower by Rs.11,41,87,783/-, total MUTP Funds received would have been higher by Rs. 11,41,87,783/- and Earning Per Share (EPS) for the year would have been (-) Rs. 32.86 instead of Rs. 266.44 as disclosed.
4. The Company with no profit motive and based on the opinion of two Chartered Accountant Firms, Income and Expenditure Account is prepared in lieu of Profit and Loss Account.
5. The company has acquired an office premises under a operating lease vide letter dated 28.6.2001 of lessor (Western Railways) wherein the tenure of the lease is not mentioned.
6. The Company has received a communication from the Regional Office Maharashtra, Employees State Insurance Corporation vide L.No. B/coverage/RL-1967 dated 4/05 whereby the Employees State Insurance Corporation has stated that the Company is not covered under the provision of ESI Act 1948. Accordingly the company has during the year written back the amount of Rs.72,926/- provided in the books of accounts in earlier years.



7. Particulars of remuneration paid to Directors are as under :

(In Rupees)

Particulars	As at 31.03.2005	As at 31.03.2004
Salary and Allowances	2,311,302	1,430,356
Contribution to Railways (Towards Terminal Benefits)	454,282	294,012
Others	426,829	332,797
Total	3,192,413	2,057,165

8. The expenditures incurred by Central Railway, Western Railway, and Mumbai Metropolitan Regional Development Authority (MMRDA) have been accounted based on the respective audited / unaudited statements received from the respective zones. The Direction and General Charges are computed and accounted based on the expenditure as mentioned above.

9. Expenditure in Foreign Currency is as under :

(In Rupees)

Particulars	As at 31.03.2005	As at 31.03.2004
Capital goods for projects (C I F Basis)	72,416,236	51,577,841
Consultancy	13,417,274	7,920,542
Others	529,636	655,706

10. As per the information available with the Company, there are no outstanding dues payable to suppliers being Small Scale Industrial Undertaking as at 31st March 2005.

11. The Estimated amount of contracts remaining to be executed on capital account and not provided for (net of Advances) Rs. 507,280,802/- (Previous year Rs. 271,784,416/-).

12. Miscellaneous expenses include loss on account of theft of Fixed Asset is Rs. nil (Previous year Rs.13,652/-).



13. The following are the disclosures in respect of the calculation of earning per share for the year ended 31st March 2005.

Particulars	31.03.2005	31.03.2004
Numerator :		
Excess of Income over Expenditure after tax & before prior period items (Rs.)	6,85,24,478	2,82,88,223
Denominator :		
Weighted Average number of equity share Nos	250,000	250,000
Earnings per Share (Basic and Diluted) (Rs.)		
= Numerator / Denominator	266.44	113.15

14. The balances shown under the head of Loans and Advances and Current Liabilities are subject to confirmation and reconciliation, if any.
15. Contingent Liabilities : Nil
16. Additional information pursuant to provisions of paragraph 3, 4C and 4D of Part II of Schedule VI of the Companies Act, 1956 have been given to the extent applicable to the business of the Company.

As per our report of even date

For Lakhani & Co.

Chartered Accountants

(Sailesh Katudia)

Partner

Membership No. : 43385

For and on behalf of Board of Directors
Mumbai Railway Vikas Corporation Ltd.

(K. L. Dhingra)

Director - Finance

(A. K. Varma)

Managing Director

(Vijay Angane)

Company Secretary

Place: Mumbai

Date: 26/08/2005



Balance-sheet Abstract and Company's General Business Profile -

(i)	Registration No.	:	11-120765
	Balance-sheet Date	:	31.03.2005
	State Code	:	11

(ii) Capital raised during the year (Amount in Rs. thousands)

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

(iii) Position of Mobilization and Development of Funds (Amount in Rs. Thousands)

Total liabilities	30,58,976
Total Assets	30,58,976

Sources of Funds :

Paid up Capital	2,50,000
Reserves and Surplus	1,71,824
Unsecured Funds for project	25,35,140
Secured Loans	-
Unsecured Loans	-

Application of Funds :

Net Fixed Assets	10,264
Net Current Assets	29,46,054
Miscellaneous Expenditure	646

(iv) Performance of the Company (Amount in Rs. Thousands)

Service revenue	15,071
Other Income	94,329
Total Expenses	42,791
Profit before Tax	66,609
Tax adjustments of earlier years	-
Profit after Tax	66,609
Earnings per share (in Rupees)	266.44
Dividend Rate %	Nil

(v)	General Names of Principal products, services of the Company	-	Not Applicable
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