
JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

BOARD OF DIRECTORS:

1. D. Seetharamaiah Chairman
2. K. Krishna Kishore Executive Vice Chairman
3. K. Gopi Krishna Managing Director
4. Mrs. K Vanaja Director
5. T. Ravi Babu Director
6. Ch. Udaya Kumar Director
7. T. Chalapathi Rao
(Alternate Director to Sri Ch. Udaya Kumar)
8. G. Bhanu Prakash Director

AUDIT COMMITTEE:

1. D. Seetharamaiah Chairman
2. K. Krishna Kishore
3. G. Bhanu Prakash

SHARE TRANSFER COMMITTEE:

1. D. Seetharamaiah Chairman
2. K. Krishna Kishore
3. G. Bhanu Prakash

Registered Office:

No.334, 3rd floor, North Block
Raghava Ratna Towers
Chirag Ali Lane, Abids
Hyderabad – 500 001.

Auditors:

K.S.Rao & Co,
Chartered Accountants
Flat No.403, 404 Golden Green
Apartments, Erramanzil Colony,
Hyderabad.

Bankers:

The Karur Vysya Bank Ltd.
5-8-363 TO 365.,
Near Mecure Hotel
Chirag Ali Lane, Abids
Hyderabad -500 001

Oriental Bank of Commerce
Nampally Station Road
Hyderabad – 500 001

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NOTICE

Notice is hereby given that the Fifteenth Annual General Meeting of the company will be held at the Registered Office of the Company 3rd floor, North Block, Raghava Ratna Towers, Chirag Ali Lane, Abids, Hyderabad – 500 001 on Monday the 30th day of September 2013 at 9.30 A.M to transact the following business.

ORDINARY BUSINESS:

1. To receive consider and adopt the audited accounts of the Company for the year ended 31st March 2013, and reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Sri. Ch. Udaya Kumar who retires by rotation and being eligible offers himself for reappointment.
3. To appoint a Director in place of Sri. G. Bhanu Prakash, who retires by rotation and being eligible offers himself for reappointment.
4. To appoint Auditors and to fix their remuneration.

BY ORDER OF THE BOARD
For **JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

Sd/-

Place: Hyderabad.
Date: 29.05.2013

K. Gopi Krishna
Managing Director

NOTE:

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote for himself. A proxy need not be a member.
2. Proxy form in order to be valid shall be deposited with the registered

office of Company not less than 48 hours before the commencement of the meeting.

3. The Shares Transfer Register and the Register of Members of the Company will remain closed from 23.09.2013 to 30.09.2013 (both days inclusive) in connection with the Annual General Meeting.
4. Members / Proxies attending the meeting are requested to bring the attendance slip sent with Annual report and hand over the same at the entrance duly filled and signed.
5. Members who hold their shares in dematerialized form are requested to bring their Client ID and DP numbers for easy identification of attendance at the meeting.
6. Shareholders are requested to intimate immediately any change in their address and bank account details registered with the Company in case of physical holders and in case of demat holders to their DP holders directly.
7. Retirement of Directors by rotation :

Sri. Ch. Udaya Kumar, Director of the Company retires by rotation at the Annual General Meeting and being eligible offers himself for reappointment.

Sri. Ch. Udaya Kumar - An NRI having qualified in B.Tech in 1990 and studied MS in Computer Science from USA, he embarked on a professional career as System Analyst with Compuware Corporation, Detroit in 1993. Later promoted to the position of Technical Specialist in 1998, he has over 17 years of rich experience in the IT industry with acknowledged expertise in Manufacturing, Government, Communications and Computer segments.

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Directors commend the reappointment of Sri. Ch. Udaya Kumar

Sri. G. Bhanu Prakash, Director of the Company retires by rotation at the Annual General Meeting and being eligible offers himself for reappointment.

Sri G. Bhanu Prakash : Director - an MBA and MS from University of Bridgeport, USA and the Managing Director of Bhanu Prakash Power Projects Pvt. Limited. He is also the founder and Managing Partner of Jai Ganesh Constructions, an infrastructure development company with projects under execution in Irrigation and Public Health sectors. Mr. Bhanu Prakash brings a wealth of experience in domestic and international strategic development, operations, marketing, sales, distribution and general management.

Directors commend the reappointment of Sri.G. Bhanu Prakash. None of the Directors of the Company are concerned or interested in the above resolution except himself.

BY ORDER OF THE BOARD
For **JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

Sd/-

Place: Hyderabad.
Date: 29.05.2013

K. Gopi Krishna
Managing Director

DIRECTORS' REPORT:

Dear members,

Your Directors present herewith the Fifteenth Annual Report and the audited accounts for the Year ended 31st March 2013 together with the Auditors' Report thereon.

1) FINANCIAL RESULTS:

(Rs. In lakhs)

	2012-2013	2011-2012
Turnover	129.28	336.31
Profit/(Loss) before depreciation and Tax	(194.84)	25.52
Depreciation	26.63	21.70
Profit/(Loss) after depreciation and before Tax	(221.47)	3.82
Earlier Year		
Tax- Fringe Benefit Tax	0	0.06
Profit/(Loss)after Tax	(221.47)	3.76

2)MANAGEMENT DISCUSSIONS & ANALYSIS:

This report contains financial review, opportunities, challenge, outlook etc.

i) FINANCIAL REVIEW:

Income earned to the extent of **Rs. 129.28 lakhs** as against **336.31 lakhs** of previous year.

ii) PERFORMANCE:

During the year under review your company recorded a turnover of Rs. 129.28 Lakhs as against Rs.336.31 Lakhs for the previous financial year. The turnover includes the Medical writing services, Corporate and Students training programs, and income from Study centers, Annamalai University multimedia programs, International Staffing Services and HR Staffing Services. The Business plan is to ensure at least two fold growth in business in the coming year(s) with the stable business.

During the Financial Year under report, Education Division faced several issues with the Annamalai University and Madras University due to various reasons like changes in the Management of the respective

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Universities, delays in the notification of the admissions, reduction in the percentage of revenue by the respective universities. Your company is now working hard with the new management for better results in the forthcoming years.

During this financial year under review, your company as a SIFY channel partner has very less opportunities and could not do significant business as expected. This is mainly due to the decrease in demand for the online examinations at SIFY. Your company is working hard to generate more business in the upcoming years.

During the Financial Year under report Staffing services have added several new client's to name few, Mmodal, Tetresoft, Botree Ltd, Servion Global, JRG Group with clear cut segregation into different verticals like BFSI, IT, ITES, Logistics companies. Focused approach and efforts by staffing division is now reaping satisfactory results and revenues.

Future focus is to add more MNCs and Top IT clients & increase fulfillment capability in permanent staffing services to the clients. Our Immediate plans are also to commence the Contract staffing services to boost our Top line sales. Staffing services division has created innovative business plans to increase the revenues and capture the market share in providing complete HR solutions. Staffing Services division is working strong to scale up the business to greater heights.

During the Financial Year under report, **Clinical Research Services** Division is to cater the Clinical Medical Writing, Clinical Data Management & Clinical Bio-statistics to various clients around the globe. This area has a vast potential and your company is looking to partner with major pharmaceutical giants in the world. Your company has made agreements with the following companies in India & abroad:

1. Eli Lilly, Taiwan
2. Boehringer Ingelheim, Germany
3. Medavante, USA
4. Novo Nordisk, India
5. Pfizer, India
6. Sanofi Aventis, India

A. OPPORTUNITIES:

Your Company could visualize increasing opportunities in exploring new avenues in Education Sector, Staffing Services both in Domestic and International and Clinical Research Services. The marketing efforts of the company received an encouraging response.

B. CHALLENGES:

Your Company faces normal market competition in all its business from domestic and overseas companies. Our business strategies and global competitive cost position have enabled us to retain the market position and maintain operating margin and enhance long term, even under difficult operating conditions for the I.T industry, Pharmaceutical and Education Sectors also we intend to diversify and explore other areas to achieve higher revenues. We endeavor to enhance its competitive advantage through a process of continuous improvements and by implementing appropriate business strategies.

C. OUTLOOK:

The outlook for margins in current scenario will depend upon global demand and supply trends in the pharmaceutical / education industry. We intend to extend our educational programs and explore the new avenues and opportunities by entering in to tie-up arrangements with more national and International Universities. In the Clinical research services area we plan to extend our services to a variety of pharmaceutical industries around the world covering all the therapeutic areas.

D. ADEQUACY OF INTERNAL CONTROL:

Your company has internal auditors to ensure that internal control systems are in place and all assets are safeguarded and protected against loss. An extensive program of Internal Audit and reviews supplement the internal control systems by management & documented policy guidelines and procedures. The internal control systems are designed to ensure that the financial records are available for preparing financial statements and other data and maintaining accountability of assets.

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E. QUALITY:

Our Motto is to ensure total Customer Satisfaction. Proactive efforts are directed towards determining customers' requirements and achieving all round customer satisfaction. This is primarily achieved through automated systems, high attention to complaint resolution online communication and information exchange, quality circles and adoption of programs.

F. HUMAN RESOURCES DEVELOPMENT (HRD):

Yours is a young Company, with human resources of an average age of 30 years for its employees as on March 31, 2013. Right from the beginning the Company got good HRD policies for retaining manpower.

G. LEARNING & TRAINING:

Training Programmes have been devised to develop cross-functional skills.

3) DIRECTORS:

In accordance with the provisions of the Companies Act, 1956 and the Articles of Association of the Company Sri. Ch. Uday Kumar and Sri G. Bhanu Prakash retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for reappointment.

During the year under review, there is no change in the constitution of the Board.

4) DIVIDEND:

As there are no profits during this year your directors do not propose any dividend for the year.

5) AUDITORS:

The Statutory Auditors of M/s. K.S. Rao & Co., Chartered Accountants Hyderabad holds office till the conclusion of the forthcoming Annual General Meeting. The Company has received a letter from the auditors to the effect that their appointment as Auditors, if made, would be within the limits under Section 224 (1-B) of the Companies Act, 1956.

6) AUDITORS QUALIFICATION:

With regards auditor's qualification in respect of employee Gratuity liability- In view of the small in number of Employees, company has

not gone for actuarial valuation as per AS-15 Employee Benefit. However the company has provided the gratuity liability on estimated basis in accordance with payment of Gratuity Act.

The Board is aware that the Company's Current liabilities exceeded its total assets by Rs.1.26 Crores and that the accumulated losses have exceeded 50% of the Networth of the Company.

However the above qualification of the auditors should be viewed with all the positive aspects raised in the director's report vis-a-vis various business verticals and the potential for growth.

Keeping the above in view and the positive trends/ work orders in hand the Board is confident that the Company is a going concern.

Confirmation of balances in respect of Trade Receivables amount to Rs.3,65,40,840/-. The Board is confident that these outstanding are good debts and there is no bad debts element and therefore no adjustment in the Balance sheet and Profit and Loss account is envisaged.

7) CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

Information U/S 217(i)(e) of the Companies Act, 1956 read within the report of the Board of Directors Rules 1988 and forming part of Directors report.

A **Details of Conservation of energy:** Company's operations require the use of electrical energy for power supply to Computer systems and lighting and are not energy intensive. However the Company is taking adequate measures to reduce energy consumption where ever possible.

B. **Technology absorption:**

The Company has a high technology oriented center for development of

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software, which are comparable to International standards. The company has upgraded its skills of Microsoft Navision and Axapta to its latest versions, and also developed inherent skills required to integrate it to various other platforms. Further the Company has a team of dedicated and qualified manpower to develop quality software to meet the required standards.

C. Foreign Exchange Earnings and Outgo: During the year the company has earned Rs. 39.19 lakhs as income from IT Enabled Services in Foreign Exchange, and Foreign Exchange Outgo Rs. 22.31 lakhs.

8) LISTING OF SHARES IN STOCK EXCHANGES:

The Shares of the Company are listed at Bangalore Stock Exchange. The listing fee was paid up to date in the stock exchange.

9) CORPORATE GOVERNANCE:

Pursuant to Clause 49 of the Listing Agreement, your Company has to mandatorily comply with the requirements of Corporate Governance. A separate section on Corporate Governance and a Certificate from the practicing Company Secretary regarding compliance of conditions on Corporate Governance, form part of the Annual Report.

10) FIXED DEPOSITS:

The Company has not accepted any fixed deposits from the public during the financial year 2012-13.

11) PERSONNEL:

None of the employees are covered under Sec.217 (2A) of the Companies Act 1956 read with (Particulars of the Company) Rules 1975 and forming part of the Directors Report for the Accounting year 2012-13.

12) INSURANCE:

All the properties of the Company including Buildings, Plant and Machinery and Stocks have been adequately insured.

13) HUMAN RESOURCES:

Human resources of the Company across all sections contributed significantly towards better performance and look forward for higher growth.

14) INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company is having an Internal Audit System and M/s. K P & Associates, Chartered Accountants, Hyderabad are the Internal Auditors of the Company.

15) MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/INDUSTRIAL RELATIONS:

The Company did not loose any of its key personnel during the year. The employees' morale is high and adequate steps are being taken for continuous training of staff in new technologies to take up challenging assignments.

16) DIRECTORS RESPONSIBILITY STATEMENT:

The Directors would like to inform the members that the Audited Annual Accounts for the year ended 31st March 2013 are in full conformity with the requirements of Companies Act 1956. The Directors further confirm that:

- a) In preparation of the Annual Accounts the applicable Accounting Standards have been followed with proper explanation wherever required.
- b) The Directors have selected such accounting policies and applied them consistently and made Judgments 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 loss of the Company for that period.
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The directors have prepared the Annual Accounts on a going concern basis.

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17) INDUSTRIAL RELATIONS:

Industrial relations have been cordial and your Directors appreciate the sincere and efficient services rendered by the employees of the Company at all levels towards the successful working of the Company.

18) ACKNOWLEDGMENTS:

Your Directors wish to place on record their sincere thanks to all those who have supported your Company's all round activities and contributed towards growth particularly Members, Bankers, Government Agencies, customers, staff members and all others involved with the Company.

For and on behalf of Board of Directors
Sd/-

Place: Hyderabad

Date: 29.05.2013

K. Krishna Kishore
Executive Vice Chairman

K. Gopi Krishna
Managing Director

REPORT ON CORPORATE GOVERNANCE:

In terms of Clause 49 of the listing agreement, compliance with the requirement of Corporate Governance is set out below.

Company's philosophy on Corporate Governance:

The Company is in full compliance with the requirements under clause 49 of the listing agreement with the Stock Exchanges.

Board of Directors:

During the year under review 4 Board Meetings were held on 15.05.2012, 13.08.2012, 12.11.2012, and 12.02.2013 The Company held it's 14th Annual General Meeting on 29th Day of September 2012.

The Composition of the Board, attendance at board meetings (BM) held during the financial year under review and at the last Annual General Meeting (AGM), number of Directorships and memberships / chairmanships in public companies (including the Company) are given below.

S No.	Name of the Director	Category	Attendance at Board Meeting	Whether attended AGM held on 29-09-2012	No. of Directorships in other public companies	No. of other Board Committees in which he is member	No. of other Board Committees in which he is a Chairman
1	Sri D. Seetharamaiah Chariman	Non-Executive Independent	4	Yes	6	4	2
2	Sri K. Krishna Kishore Executive Vice Chairman	Executive Promoter	4	Yes	1	-	-
3	Sri K. Gopi Krishna Managing Director	Executive Promoter	4	Yes	-	-	-
4	Smt K. Vanaja	Non-Executive Promoter	4	Yes	-	-	-
5	Sri Ch. Udaya Kumar	Non-Executive Independent	-	No	-	-	-
6	Sri T. Chalapathi Rao (Alternate Director to Sri Ch. Udaya Kumar)	Non-Executive Independent	-	Yes	-	-	-
7	Sri T. Ravi Babu	Non-Executive Independent	1	Yes	-	-	-
8	Sri G. Bhanu Prakash	Non-Executive Independent	4	Yes	1	-	-

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Alternate Directorships, Directorships in Private Bodies and Membership in governing councils, chambers and other bodies were not considered.

As seen from the above, the Non-Executive Directors constitute more than half of the total number of Directors. The Company has a Non-Executive Chairman and one third of the total strength of the Board comprises of Independent Directors. Managing Director is overseeing the day-to-day operations of the Company.

BOARD COMMITTEES:

Audit Committee:

The Audit Committee of the Board of Directors has been constituted in conformity with the requirements of Section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement.

The Audit Committee reviews, discusses the following:

- a. The quarterly financial statements before submission to the Board for approval.
- b. Matters relating to compliance with accounting standards, the auditor's observations arising from the annual audit of the company's accounts and other related matters.
- c. Performance of statutory and internal auditors, adequacy of internal control system.
- d. 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.

Composition, Names of Members and Chairperson:

The Audit Committee comprises of Sri. D. Seetharamaiah, Sri. K. Krishna Kishore and Sri. G. Bhanu Prakash and Sri. D. Seetharamaiah is Chairman of the Audit Committee.

Meetings held during the year:

The Audit Committee meetings were held on 15.05.2012, 13.08.2012, 12.11.2012, and 12.02.2013. The Audit Committee meetings were held at the Registered Office and usually attended by the executive directors, finance head, internal auditor and the Statutory Auditors as invitees.

Remuneration Committee:

6) Brief description of terms of reference:

The functioning and terms of reference of the Remuneration Committee are as prescribed under the listing agreement with the Stock Exchanges and it determines the Company's policy on all elements of the remuneration packages of the Directors.

The Remuneration Committee of the Company recommends to the board of Directors, the compensation of terms of whole time directors and senior most management immediately below the whole time directors.

Remuneration Committee comprises Sri. D. Seetharamaiah, Sri. G. Bhanu Prakash and Sri. T. Ravi Babu., and Sri. D. Seetharamaiah will act as Chairman of the Committee.

No meetings of the Remuneration Committee were held during the year.

The Non-Executive Directors are paid sitting fee of Rs. 5,000/- for each Board Meeting attended, Rs. 5,000/- for each Audit committee meeting and Rs. 2,500/- each Share Committee meeting. The details are:

Sri. D. Seetharamaiah Rs. 40,000/-, Sri. T. Ravi Babu Rs. 5,000/- Sri. T. Chalapathi Rao Rs. Nil/- , Sri. G. Bhanu Prakash Rs. 45,000/- and Smt. K. Vanaja Rs. 20,000/-

Service Contract, Notice period, Severance fees:

There are no specific contracts or any severance fees. Terms of appointment are as decided by the Board.

Stock Option Details: NIL.

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Share holders / Investors Grievance Committee:

The Committee is formed with Sri. K. Krishna Kishore, Sri. D. Seetharamaiah and Sri. G. Bhanu Prakash, Sri D. Seetharamaiah is Chairman of the Share Holders / Investors Grievance HoCommittee. Sri K. Gopi Krishna, Managing Director is the compliance officer and the address is III Floor, North Block, Raghava Ratna Towers, Chirag Ali Lane, Abids, Hyderabad 500001.

No share transfers are pending as on date.

The functions of the committee(s) include:

To specifically look into redressing investors' grievances pertaining to:

- 1) Transfer of shares
- 2) Dividends
- 3) Dematerialization of shares
- 4) Replacement of lost/stolen/mutilated share certificates
- 5) Non-receipt of rights/bonus/split share certificates.
- 6) Any other related issues

The subcommittee will also focus on strengthening investor relations.

RELATED PARTY TRANSACTIONS:

Apart from the summary of transactions forming part of Annual Accounts, the following are reported as part of Corporate Governance Compliance.

Sl. No.	Name of the Party	Nature of the Transaction	Amount in Rs.
01	Sri. D. Seetharamaiah - Chairman	Sitting fees	40,000
02	Sri. K. Krishna Kishore Executive Vice Chairman	Remuneration Rent Interest on unsecured Loans	12,00,000 4,80,000 25,65,262
03	Sri. K. Gopi Krishna Managing Director	Remuneration	12,00,000
04	Smt. K. Vanaja - Director	Sitting Fees Rent Interest on unsecured Loans	20,000 4,80,000 1,16,983
05	Sri. T. Chalapathi Rao -Director	Sitting fees	Nil
06	Sri. T Ravi Babu -Director	Sitting Fees	5,000
07	M/s. Jeevana Mitra Finance Corpn. (entity in which Directors have substantial interest)	Rent paid	8,40,000
08	Sri G. Bhanu Prakash - Director	Sitting Fees	45,000

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Annual General Body Meetings:

Location and time of last three Annual General Meetings are as under:

Year	Location	Date	Time	Spl resolutions.
2012	III Floor, R.R. Towers	29.09.2012	09.30 A.M	Yes
2011	III Floor, R.R. Towers	30.09.2011	10.00 A.M	Yes
2010	III Floor, R.R. Towers	30.09.2010	10.30 A.M	Yes

During the year under review no resolutions are put to vote by postal ballot.

Other disclosures:

During the year under review, besides the transactions reported elsewhere in the Annual Report, there were no other related party transactions with its promoter, directors, management and subsidiaries that had a potential conflict with the interest of the Company at large.

The Company has complied with various rules and regulations prescribed by Stock Exchanges, SEBI or any other statutory authority relating to the capital markets during the last three years. No penalties have been imposed.

All mandatory requirements are scrupulously complied with and non-mandatory requirements are partially adopted.

Accounting Standards and Treatment:

The Accounting Treatment, as prescribed in the Accounting Standards has been followed in the preparation of financial statements.

Means of Communication:

The Quarterly, Half-Yearly and Annual Accounts are normally published by the Company in the newspapers in English version circulating in the whole of India in Business Standard and in Newspapers in the language of Region in Andhra Bhoomi. Official news items are sent to the Bangalore Stock Exchange, where shares of the Company are listed.

Share Holders Information:

Annual General Meeting:

Day, Date & Time : Monday, September 30, 2013 & 9.30 A.M
Venue : III Floor, R.R. Towers, C.A. Lane, Abids, Hyderabad 500001.

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Financial Calendar:

Un-Audited results for Quarter ending Jun 30 2012	- 13.08.2012
Un-Audited results for Quarter ending Sep 30 2012	- 12.11.2012
Un-Audited results for Quarter ending Dec 31 2012	- 12.02.2013
Audited results for Quarter & Year ending Mar 31 2013	- 29.05.2013
Book closure Dates :	23.09.2013 to 30.09.2013 (Both days inclusive)
Listing of Equity Shares :	Bangalore.

Market Data: Trading of shares of the Company has not taken place during the year under review in the above stock exchange.

Disclosure:

- a) Materially significant related party transactions of the Company of material nature with its promoters, the directors or the Management their subsidiaries or relatives if that may have potential conflict with the interests of the Company at large:

The transactions with the related parties were mentioned in Notes on Accounts as accounting standard **18 (item No.26)** in the schedules forming part of the balance sheet.

- b) Details of Non Compliance by the Company, penalties imposed on the Company by Stock **Exchanges, SEBI** or any other statutory authority on any matter related to capital markets during the last three years:

The Company has complied with all the requirements of regulatory authorities on capital markets and no penalties have been imposed against it.

Stock Code:

Bangalore	: Jeevansoft
Depositors ISIN	: INE237B01018

Registrar and Transfer Agents:

Physical & Demat -	CIL Securities Ltd 214, R.R. Towers, C.A. Lane Abids, Hyderabad – 500 001. Vide SEBI Regn. No. INR 00002276
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Share Transfer System:

Securities lodged for transfer at the Registrar's address are normally processed within 15 days from the date of lodgment, if the documents are clear in all respects. All requests for dematerialization of shares are processed and the confirmation is given to the depositories within 15 days. Senior executives of the Company are empowered to approve transfer of shares. Grievances received from investors and other miscellaneous correspondence on change of address etc., are processed by the Registrars within 30 days. The Company extends the facility of simultaneous transfer and dematerialization of shares to the shareholders.

Pursuant to clause 47(c) of the listing agreement with the Stock Exchanges, certificates on half yearly basis have been issued by a Company secretary in practice for due compliance of share transfer formalities by the Company. Pursuant to SEBI (depositories and participants) regulations, 1966, certificates have also been received from a Company secretary in practice for timely dematerialization of the shares of the Company and for conducting a Secretarial Audit on a quarterly basis for reconciliation of the Share Capital of the Company.

Dematerialization & Liquidity:

Electronic holdings by members comprises 46,03,796 paid up ordinary share capital of the Company. Holdings through National Securities Depository Limited (NSDL) 41,53,414-68.75% and Central Depository Services (India) Limited (CDSL) 4,50,382- 7.45% as on 31st March 2013

Distribution of shareholding-As on: 31.03.2013.

No of Shares	Share Holders		No of Shares	
	Number	%	No's	% to Total
Upto - 5000	1700	95.03	1157004	19.16
5001 - 10000	37	2.07	310213	5.13
10001 - 20000	22	1.22	349627	5.79
20001 - 30000	5	0.28	120705	2.00
30001 - 40000	2	0.11	74500	1.23
40001 - 50000	3	0.17	146500	2.42
50001 - 100000	8	0.45	605571	10.02
100001 and above	12	0.67	3277480	54.25
TOTAL	1789	100.00	60,41,600	100.00

Location & Address for Correspondence:

III Floor, North Block, R.R. Towers,
C.A. Lane, Abids,
Hyderabad 500 001.

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CERTIFICATE

- a. We have reviewed the financial statements and the cash flow statement for the year 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 statements that might be misleading.
 - ii These statements present a true and fair view of the Company's affairs and results, operations and cash flows are in compliance with the 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 year which are fraudulent, illegal, violative of the Company's code of conduct.
- c. We accept overall responsibility for establishing and monitoring internal controls for financial reporting and that we have evaluated the effectiveness of the 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 the Audit Committee
- i Significant changes in internal controls over financial reporting during the year.
 - ii Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements ; and
 - iii 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.

For JEEVAN SCIENTIFIC TECHNOLOGY LIMITED.

Sd/-

K. Krishna Kishore
Executive Vice Chairman

Sd/-

K. Gopi Krishna
Managing Director

Date: 29.05.2013

Declaration on compliance with Code of Conduct

Compliance of Code of Conduct for Directors and Senior Management Personnel pursuant to the amended provisions of Clause 49 of the Listing Agreement.

The Board laid down a Code of Conduct for all Board Members and Senior Management Personnel of the Company.

All the Board Members and Senior Management Personnel affirmed that they have complied with the said Code of Conduct on an annual basis in respect of the financial year ended 31.03.2013.

Sd/-

K. Gopi Krishna
Managing Director

Date: 29.05.2013

Corporate Governance as per Clause 49 of the Listing Agreement with the Stock Exchanges

To the Members of Jeevan Scientific Technology Limited,

I have examined the compliance of conditions of Corporate Governance by Jeevan Scientific Technology Limited, (Formerly Known as Jeevan Softech Limited) for the year ended on 31st March, 2013 as stipulated in clause 49 of the Listing Agreement of the said Company with stock exchange(s).

The compliance of conditions of corporate governance is the responsibility of the management. My examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of the Certificate of Corporate Governance as stipulated in the side Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my information and according to the explanations given to me and the representations made by the directors and the management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

I 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.

Sd/-

P.Renuka

Company Secretary in Practice
C.P.No:3460

Place: Hyderabad
Date: 29.05.2013

JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

INDEPENDENT AUDITORS' REPORT

To the Members of JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

Report on the Financial Statements

We have audited the accompanying Financial Statements of **JEEVAN SCIENTIFIC TECHNOLOGY LIMITED, HYDERABAD (A.P)** ("The Company") which comprise the Balance Sheet as at 31st March, 2013 and the Statement of Profit and Loss and cash flow statement for the year then ended, and Summary of Significant Accounting Policies and other explanatory information.

Management's responsibility for the Financial Statements

Management is responsible for the preparation of these Financial Statements that give a true and fair view of the Financial position, Financial performance and Cash flows of the Company in accordance with the Accounting Standards referred in the sub-section (3C) of section 211 of the Companies Act 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our Audit. We conducted our Audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain the reasonable assurance about whether the financial statements are free from material misstatement.

An Audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the Auditor considers internal control relevant to the company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the Financial statements

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

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Basis for qualified opinion:

The Company has provided for the Gratuity liability on an estimated basis in accordance with the provisions of The Payment of Gratuity Act, 1972. It has not adopted and complied with the requirements of AS-15 'Employee Benefits' in respect of the Gratuity liability, which constitute a departure from the Accounting standards referred in section 211(3C) of the Act. In view of this, the extent of the variance between the actuarial liability in accordance with AS-15 and the liability provided for in the books of the company in this regard could not be ascertained. Consequently, we are unable to comment about the impact of the same on the loss for the year, income tax and shareholder's funds.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion Paragraph, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the company as at March 31, 2013;
- (b) In the case of the Statement of Profit and Loss, of the loss for the year ended on the date; and
- (c) In the case of the Cash flow statement, of the cash flows for the year ended on that date.

Other matters

- (a) *The Company's Balance Sheet as at March 31, 2013 indicates that the Company's current liabilities exceeded its total assets by Rs. 1.26 crores and the accumulated losses have exceeded fifty percent of the net worth of the Company. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.*
- (b) *The Company could not obtain confirmation of balances in respect of trade receivables amounting to Rs. 3,65,40,840. Consequently, we are unable to determine, if any adjustments are required to the amounts reflecting in the Balance Sheet as at March 31, 2013 and the impact of the same on the loss for the year, income tax and shareholder's funds.*

Report on other Legal and Regulatory requirements

- 1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the order.
- 2. As required by section 227(3) of the Act, we report that:
 - (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;

JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

- (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, the Statement of Profit and Loss and Cash Flow statement dealt with by this report are in agreement with the books of account;
- (d) *except for the matter described under the basis for qualified opinion paragraph, in our opinion, the Balance sheet, Statement of Profit and Loss, and Cash flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act;*
- (e) on the basis of Written representations received from the Directors as on March 31, 2013 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Act;
- (f) Since the Central Government has not issued any notification as to the rate at which cess is to be paid under section 441A of the Companies Act 1956 nor has it issued any rules under the said section prescribing the manner in which such cess is to be paid, no cess is due and payable by the company.

For **K.S.RAO & CO.,**
Chartered Accountants
Firm's Regn.No.003109S

Sd/-

Place: Hyderabad
Date: 29.05.2013

(P.GOVARDHANA REDDY)
Partner
Membership No.029193

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ANNEXURE REFERRED TO IN PARAGRAPH 1 OF OUR REPORT OF EVEN DATE

Statement on the Companies (Auditor's Report) Order, 2003

Re: JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

- i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the assets have been physically verified by the management during the year. No material discrepancies have been noticed during verification.
- (c) During the year, the company had disposed certain fixed assets. However, this does not affect the going concern status.
- ii) (a) The inventory has been physically verified during the year 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) The company has maintained proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records have been properly dealt with in the books of account.
- iii) (a) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained u/s.301 of the Act.
- (b) The Company has taken unsecured loans from two parties covered in the register maintained u/s.301 of the Act. The amount involved is Rs.160.29 Lakhs. The maximum amount involved during the year was Rs. 229.24 Lakhs and the closing balance of loans taken from such parties was Rs. 242.88 Lakhs.
- (c) In our opinion, the terms and conditions on which loans have been taken from companies, and parties listed in the register maintained under section 301 of the Companies Act, 1956 are not prima facie, prejudicial to the interest of the company.
- (a) According to explanations given to us, the lenders have not fixed any repayment schedule. Hence, we are unable to comment upon as to, whether the Company is regular in the payment of principal amount.
- iv) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the provision of services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control systems.
- v) (a) According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section; and
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 have been made at prices which are reasonable, having regard to the prevailing market prices at the relevant time.
- vi) The company has not accepted any deposits from the public within the meaning of Section 58A and 58AA of the Companies Act, 1956 and the Rules framed there under.

JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

- vii) The company has internal audit system commensurate to the nature and size of its business.
- viii) The Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of Section 209 (1)(d) of the Companies Act, 1956 for the products/ items dealt with by the company.
- ix) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including investor education protection fund, employee's state insurance, sales tax, service tax etc.
(b) According to the information and explanations given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, excise duty, service tax and cess which have not been deposited on account of any dispute.
- x) The accumulated losses of the company have exceeded fifty percent of its net worth as at 31 March 2013. The company incurred cash losses during the financial year covered by our audit and not incurred cash losses in the immediately preceding financial year.
- xi) The Company has not defaulted in repayment of any dues to a bank/ financial institution.
- xii) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) The company is neither a chit fund nor a nidhi mutual benefit fund/ society. Therefore, the provisions of clause 4(xiii) of the above referred Order are not applicable to the company.
- xiv) The company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the above referred Order are not applicable to the company.
- xv) The Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi) During the year the company has not availed any term loans and hence the provisions of Clause (xvi) of the said Order are not applicable.
- xvii) According to the information and explanations given to us and on overall examination of the balance sheet of the company, we report that the no funds raised on short-term basis have been used for long-term investment.
- xviii) 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 during the year.
- xix) The company has not issued any debentures. Accordingly, the provisions of clause 4(xix) of the above referred Order are not applicable to the company.
- xx) During the year the company has not raised money by public issue. Accordingly, the provisions of clause 4(xx) of the above referred Order are not applicable to the company.
- xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For **K.S.RAO & CO.,**
Chartered Accountants.
Firm's Regn.No.003109S
Sd/-
(P.GOVARDHANA REDDY)
Partner
Membership No.029193

Place: Hyderabad
Date: 29.05.2013

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BALANCE SHEET AS AT 31ST MARCH, 2013			(In Rupees)
Particulars	Note No.	As at 31.03.2013	As at 31.03.2012
I. Equity and Liabilities			
(1) Shareholders' Funds			
a) Share Capital	2	60,416,000	60,416,000
b) Reserves and surplus	3	-39,280,371	-17,133,573
(2) Non-current Liabilities			
a) Long term borrowings	4	2,521,276	4,650,908
b) Other long-term liabilities	5	0	4,000
c) Long-term provisions	6	231,981	216,115
(3) Current Liabilities			
a) Short term borrowings	7	41,617,766	32,016,698
b) Trade Payables	8	3,641,114	3,835,490
c) Other current liabilities	9	8,435,202	4,377,626
TOTAL		77,582,968	88,383,264
II. Assets			
(1) Non-current Assets			
a) Fixed Assets			
i) Tangible Assets	10	15,248,473	17,618,471
ii) Intangible Assets	10	1,571,401	1,310,856
b) Deferred tax asset (net)		4,473,821	4,473,821
c) Long-term loans and advances	11	15,166,348	15,166,348
(2) Current Assets			
a) Inventories	12	477,513	906,721
b) Trade receivables	13	38,557,843	46,640,085
c) Cash and bank balances	14	230,792	265,561
d) Other Current Assets	15	1,856,777	2,001,401
TOTAL		77,582,968	88,383,264
Summary of significant accounting policies	1		

Per our report of even Date
for K.S.Rao & Co.,
Chartered Accountants
Firm Regn No:003109S

for and on behalf of the Board of Directors

Sd/-
P.Govardhana Reddy
Partner
Membership No:029193

Sd/-
K.Krishna Kishore
Executive Vice Chairman

Sd/-
K. Gopi Krishna
Managing Director

Place: Hyderabad
Date: 29.05.2013

JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2013			(In Rupees)
Particulars	Note No.	Current Year	Previous Year
Continuing Operations			
Income			
I. Revenue from operations	16	12,624,411	33,517,691
II. Other Income	17	303,982	113,566
III. Total revenue(I+II)		12,928,393	33,631,257
IV. Expenses			
Components consumed	18	149,095	748,393
Employee benefits expenses	19	10,280,266	12,990,349
Other expenses	20	16,191,583	13,385,453
Finance costs	21	5,791,775	3,954,279
Depreciation	10	2,662,472	2,170,442
Total expenses		35,075,191	33,248,916
V. Profit/(Loss) before tax (III-IV)		(22,146,798)	382,341
VI. Tax expenses			
Current Tax		0	0
Tax of eariler Years- FBT		0	6,070
Total tax expenses		0	6,070
VII. Profit/(Loss) for the year (V-VI)		(22,146,798)	376,271
Earnings per equity share (Face value of Rs.10/- each)			
Basic & Diluted		-3.67	0.06

Per our report of even Date
for K.S.Rao & Co.,
Chartered Accountants
Firm Regn No:003109S

for and on behalf of the Board of Directors

Sd/-
P.Govardhana Reddy
Partner
Membership No:029193

Sd/-
K.Krishna Kishore
Executive Vice Chairman

Sd/-
K. Gopi Krishna
Managing Director

Place: Hyderabad
Date: 29.05.2013

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Cash flow statement for the year ended 31st March, 2013

(In Rupees)

Sl. No	Particulars	Year ended 31.03.2013	Year ended 31.03.2012
A.	Cash flow from operating activities		
	Net Profit/(Loss) before tax and extraordinary items	-22,146,798	382,341
	Adjustments for:		
	Depreciation	2,662,472	2,170,442
	Interest	5,756,068	3,808,942
	Operating profit before working capital changes	-13,728,258	6,361,725
	Adjustments for:		
	Inventories	429,208	250,952
	Trade and other receivables	8,226,866	-20,258,754
	Trade and other Paybles	3,875,066	-3,964,994
	Cash generated from operations	-1,197,118	-17,611,071
	Taxes paid	0	6,070
	Interest paid	5,756,068	3,808,942
	Net cash from operating activity	-6,953,186	-21,426,083
B.	Cash flow from Investing activities		
	Purchase of fixed assets	-647,174	-5,613,073
	Sale of fixed assets	94,155	0
	Net cash used in investing activity	-553,019	-5,613,073
C.	Cash flow from financing activity		
	Proceeds from working capital loan	7,471,436	27,009,703
	Net cash generated in financing activity	7,471,436	27,009,703
	Net increase in cash and cash equivalents (A+B+C)	-34,769	-29,453
	Cash and cash equivalents as at 31.03.2012	265,561	295,014
	Cash and cash equivalents as at 31.03.2013	230,792	265,561

Per our report of even Date
for K.S.Rao & Co.,
Chartered Accountants
Firm Regn No:003109S

for and on behalf of the Board of Directors

Sd/-
P.Govardhana Reddy
Partner
Membership No:029193

Sd/-
K.Krishna Kishore
Executive Vice Chairman

Sd/-
K. Gopi Krishna
Managing Director

Place: Hyderabad
Date: 29.05.2013

Notes to financial statements for the year ended 31st March, 2013

1. Summary of significant accounting policies:

a. Basis of Accounting:

The financial statements are prepared under historical cost convention and on accrual basis in accordance with the requirements of the Companies Act 1956.

b. Fixed Assets:

The Fixed Assets are stated at cost net of depreciation.

c. Depreciation:

Depreciation is calculated on the fixed assets, other than additions in lease hold buildings, on straight line method in accordance with Schedule XIV to the Companies Act. 1956. Additions in lease hold buildings are written off over the lease period.

d. Valuation of Inventory:

Components and consumables are valued at cost. Work-in-progress is valued at lower of cost and realizable value.

e. Revenue Recognition:

Revenue is recognized only when there is no significant uncertainty as to the measurability / collectability of the amounts. Export Revenue in foreign currency is accounted for at the exchange rate prevailing at the time of sale or service. Gain/Loss arising out of variances in the exchange rates is recognized as income / expenditure of the year.

f. Employee benefits:

The Company's liability towards retirement benefits in the form of gratuity is provided in accordance with the payment of Gratuity Act, 1972 to all the employees other than the whole time Directors.

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Notes to financial statements for the year ended 31st March,2013

2. Share capital	(in Rupees)	
	As at 31.03.2013	As at 31.03.2012
Authorised 99,90,000 (31st March 2013:99,90,000) equity Shares of Rs.10/- each	99,900,000	99,900,000
Issued, subscribed and paid- up 60,41,600 (31st March 2013:60,41,600) equity Shares of Rs. 10/- each	60,416,000	60,416,000

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

(in Rupees)

Equity shares	As at 31.03.2013		As at 31.03.2012	
	Number	Amount	Number	Amount
At the beginning of the period	6,041,600	60,416,000	6,041,600	60,416,000
issued during the period	0	0	0	0
Outstanding at the end of the period	6,041,600	60,416,000	6,041,600	60,416,000

b. Rights attached to equity shares

The company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share.

c. Details of shareholders holding more than 5% share in the company

Particulars	As at 31.03.2013		As at 31.03.2012	
	Number	% holding	Number	% holding
Sri. K. Krishna Kishore	993,391	16.44%	1,403,391	23.23%
Smt. K.Vanaja	373,800	6.19%	443,800	7.35%
Sri.T.Chalapathi Rao	384,700	6.37%	384,700	6.37%
Smt. Nirmala Desaiiah Durisala	480,000	7.94%	0	0.00%

JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

d. Shares reserved for issue under options

The company has not reserved any shares for issue under employee stock option (ESOP), loan agreements or contracts for supply of capital goods, etc.

3. Reserves & Surplus

Particulars	(in Rupees)	
	As at 31.03.2013	As at 31.03.2012
Opening Balance	-17,133,573	-17,509,844
Add: Surplus / (Loss) in the statement of profit and loss	-22,146,798	376,271
Total	-39,280,371	-17,133,573

4. Long term borrowings

(in Rupees)

Particulars	Non-current portion		Current portion	
	As at 31.03.2013	As at 31.03.2012	As at 31.03.2013	As at 31.03.2012
Term Loan Unsecured	832,247	2,258,963	1,426,716	1,426,716
Car Loans- Hypothecation against the Cars	1,689,029	2,391,945	702,916	653,294
Total	2,521,276	4,650,908	2,129,632	2,080,010

5. Other long-term liabilities

(in Rupees)

Particulars	As at 31.03.2013	As at 31.03.2012
Advance received from Asset program	0	4,000
Total	0	4,000

6. Long Term Provisions

(in Rupees)

Particulars	As at 31.03.2013	As at 31.03.2012
Gratuity Payable	231,981	216,115
Total	231,981	216,115

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7. Short term borrowings (Unsecured)

(in Rupees)

Particulars	As at 31.03.2013	As at 31.03.2012
From Banks for Working capital Loan	17,330,240	14,760,958
Loans advances from related parties	24,287,526	17,255,740
Total	41,617,766	32,016,698

8. Trade Payables

(in Rupees)

Particulars	As at 31.03.2013	As at 31.03.2012
Trade payables (for services received)	3,641,114	3,835,490
Total	3,641,114	3,835,490

There are no dues to Micro Small and Medium Enterprises as defined under the MSMED Act, 2006

9. Other Current Liabilities

(in Rupees)

Particulars	As at 31.03.2013	As at 31.03.2012
Current maturities of Long term borrowings	2,129,632	2,080,010
TDS Payable	783,651	248,492
Professional tax payable	3890	7010
Service tax payable	150,031	24,049
Provident Fund payable	20,562	21,260
ESI payable	12,255	12,241
Salaries Payable	583,555	812,980
Provision for expenses	4,614,512	572,146
Other payable	137,114	599,438
Total	8,435,202	4,377,626

JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

10. Fixed Assets											
I. Tangible Assets											
(in Rupees)											
S.No	Description	GROSS BLOCK			DEPRECIATION			NET BLOCK			
		As at 31.03.2012	Additions	Deletions	As at 31.03.2013	Up to 31.03.2012	Deletions 31.03.2013	For the Year 31.03.2013	Up to 31.03.2013	As at 31.03.2013	As at 31.03.2012
1	LEASE HOLD BUILDINGS	8,165,864	0	0	8,165,864	3,324,216	0	806,940	4,131,156	4,034,708	4,841,648
2.	PLANT & MACHINERY										
	a. Electrical Installations	1,818,602	0	0	1,818,602	888,102	0	86,384	974,396	844,206	930,590
	b. Airconditioners	1,194,942	0	0	1,194,942	583,127	0	56,760	639,887	555,055	611,815
	c. U.P.S. Systems	1,512,494	0	0	1,512,494	603,235	0	71,843	675,078	837,416	909,259
	d. Inverter	275,203	0	0	275,203	110,230	0	13,072	123,302	151,901	164,973
		4,801,241	0	0	4,801,241	2,184,604	0	228,059	2,412,663	2,388,578	2,616,637
3.	COMPUTERS										
	a. Computers	8,128,926	55,000	0	8,183,926	6,187,058	0	342,552	6,529,610	1,654,316	1,941,868
	b. Projector with LCD Pannel	366,841	0	0	366,841	297,398	0	16,229	313,627	53,214	69,443
		8,495,767	55,000	0	8,550,767	6,484,456	0	358,781	6,843,237	1,707,530	2,011,311
4.	VEHICLES										
	a. Motor Car	5,043,228	33,174	612,492	4,463,910	644,361	518,337	427,738	553,762	3,910,148	4,398,867
	b. Scooter	131,086	0	0	131,086	43,339	0	12,453	55,792	75,294	87,747
		5,174,314	33,174	612,492	4,594,996	687,700	518,337	440,191	609,554	3,985,442	4,486,614
5.	FURNITURE & FIXTURES										
	a. Furniture	6,472,904	0	0	6,472,904	3,793,211	0	409,735	4,202,946	2,269,958	2,679,693
	b. Fixtures	988,151	0	0	988,151	768,830	0	62,550	831,380	156,771	219,321
		7,461,055	0	0	7,461,055	4,562,041	0	472,285	5,034,326	2,426,729	2,899,014
6.	OFFICE EQUIPMENT										
	a. Office Equipment	650,605	0	0	650,605	195,648	0	30,904	226,552	424,053	454,957
	b. E.P.A.B.XD & Telephones	460,323	0	0	460,323	187,274	0	21,865	209,139	251,184	273,049
	c. Fax Machine	15,100	0	0	15,100	9,164	0	718	9,882	5,218	5,936
	d. Books	89,983	0	0	89,983	60,678	0	4,274	64,952	25,031	29,305
		1,216,011	0	0	1,216,011	452,764	0	57,761	510,525	705,486	763,247
	TOTAL :	35,314,252	88,174	612,492	34,789,934	17,695,781	518,337	2,364,017	19,541,461	15,248,473	17,618,471
	Previous Year	31,094,822	4,219,430	0	35,314,252	15,608,127	0	2,087,654	17,695,781	17,618,471	15,486,695

II. Intangible Assets											
											(in Rupees)
S.No.	Description	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As at 31.03.2012	Additions	Deletions	As at 31.03.2013	Up to 31.03.2012	Deletions 30.03.2013	For the Year 31.03.2013	Up to 31.03.2013	As at 31.03.2013	As at 31.03.2012
1	COMPUTERS Software	1,656,261	0	0	1,656,261	958,155	0	121,355	1,079,510	576,751	698,106
		1,656,261	0	0	1,656,261	958,155	0	121,355	1,079,510	576,751	698,106
2.	COPY RIGHTS	645,000	559,000	0	1,204,000	32,250	0	177,100	209,350	994,650	612,750
3.	FRANCHISE FEE	1,250,000	0	1,250,000	0	1,250,000	1,250,000	0	0	0	0
	TOTAL :	3,551,261	559,000	1,250,000	2,860,261	2,240,405	0	298,455	1,288,860	1,571,401	1,310,856
	Previous Year	2,157,618	1,393,643	0	3,551,261	2,157,617	0	82,788	2,240,405	1,310,856	1

11. Long term Loans and advances

11. Long term Loans and advances				(in Rupees)
Particulars	Non-current portion		Current portion	
	As at 31.03.2013	As at 31.03.2012	As at 31.03.2013	As at 31.03.2012
Capital Advances	14,200,000	14,200,000	0	0
Security Deposit	966,348	966,348	41,800	200,000
Other Loans and advances	0	0	122,399	160,028
Total	15,166,348	15,166,348	164,199	360,028

JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

12. Inventories

(in Rupees)

Particulars	As at 31.03.2013		As at 31.03.2012
Work in progress point of sale boxes	210,240		345,274
Software development	267,273		534,537
Prospectus Books on Hand	0		26,910
Total	477,513		906,721

13. Trade receivables (Unsecured)

(in Rupees)

Particulars	Current portion	
	As at 31.03.2013	As at 31.03.2012
Debtors outstanding for more than Six months- Considered good	35,301,340	20,798,814
Doubtful	0	4,605,435
Other debts	3,256,503	21,235,836
Total	38,557,843	46,640,085

14. Cash and Bank balances

(in Rupees)

Particulars	As at 31.03.2013	As at 31.03.2012
Cash and cash equivalents Balances with Banks		
in current accounts	98,273	122,668
in fixed deposits	39,364	89,364
cash on hand	93,155	53,529
Total	230,792	265,561

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15. Other Current Assets

(in Rupees)

Particulars	Current portion	
	As at 31.03.2013	As at 31.03.2012
Tax deducted at source	1,465,450	1,237,188
VAT input Credit	51,492	64,835
Prepaid Expenses	175,636	339,350
Current portion of Loans and Advances	164,199	360,028
Total	1,856,777	2,001,401

16. Revenue from operations

(in Rupees)

Particulars	Current Year	Previous Year
Nokia tej Services	0	608,053
Enterprise Solutions	0	15,607,109
Education & Training	3,257,559	4,852,761
Consultancy	2,595,216	3,480,979
Hardware Sales	330,292	734,371
Medical Writing	2,522,755	377,716
Staffing Service Charges	3,918,589	5,660,675
Other operating revenue - Exchange variance Profit	0	2,196,027
Total	12,624,411	33,517,691

17. Other non operating income

(in Rupees)

Particulars	Current Year	Previous Year
Interest on Income Tax Refund	27,261	47,185
Interst on Bank	1,055	0
Profit on Sale of Motor Car	10,845	0
Miscellaneous Income	715	0
Credit Balances Written back	264,106	66,381
Total	303,982	113,566

JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

18. Components consumed

(in Rupees)

Particulars	Current Year	Previous Year
Opening Stock	345,274	355,872
Purchases: Components & Software	14,061	737,795
	359,335	1,093,667
Less: Closing Stock	210,240	345,274
Total	149,095	748,393
Electronic Spares	149,095	748,393

19. Employees benefit expenses

(in Rupees)

Particulars	Current Year	Previous Year
Salaries & Allowances	7,554,346	10,085,463
Contribution to Provident Fund&Others	243,153	310,827
Welfare Expenses	66,901	129,767
Gratuity	15,866	64,292
Director's Remuneration	2,400,000	2,400,000
Total	10,280,266	12,990,349

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20. Other expenses

(in Rupees)

Particulars	Current Year	Previous Year
Data Charges	592,626	732,542
Rent & Electricity	2,654,149	2,817,176
Repairs & Maintenance: Other Assets	401,489	1,155,649
Insurance	109,162	41,404
Rates & Taxes	69,825	86,575
Communication Charges	651,279	1,094,440
Travelling, Conveyance	212,510	575,811
Printing & Stationery	140,285	355,556
Advertisement, Publicity & Business Promotion	170,587	1,849,441
Legal and Professional Charges	336,844	588,620
Payments to Auditors (Refer Note - 24 B)	74,719	62,871
Faculty Remuneration	267,175	231,538
Nokia Tej Usage Charges	0	240,033
General Expenses	997,357	1,583,945
Associate Study Centre Fee	1,358,000	1,127,000
Software Developments written off	267,264	267,264
Receivables Written Off	5,636,299	540,883
Reimbursement of Expenses	2,231,484	0
Exchange Variance	20,529	34,705
Total	16,191,583	13,385,453

21. Finance Cost

(in Rupees)

Particulars	Current Year	Previous Year
Interest Expenses :		
On Vehicle Loans	261,539	68,108
On Bank Overdraft	2,358,257	1,865,574
On Term Loan From Bank	454,027	552,920
On Unsecured Loans	2,682,245	1,322,340
Documentation & Limit Enhancement Charges	2,000	92,715
Bank charges	33,707	52,622
Total	5,791,775	3,954,279

JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

22. Contingent liabilities not provided for: - Nil -

23. In the opinion of the management, the current assets, loans and advances are expected to realize at least the amount at which they are stated.

24. a) **Point of sales boxes**

Particulars	Current Year	Previous Year
Work In progress	2,10,240	3,45,274

b). Auditors Remuneration:

Particulars	Current year	previous year
As auditors	40,000	40,000
Tax audit	10,000	10,000
For certification	16,500	7,000
Service tax	8,219	5,871
Total	74,719	62,871

c). Foreign Currency Transactions:

Earnings in foreign exchange by export of services

Rs. 39.19 lakhs.
Previous year Rs.216.36 lakhs)

Expenditure in foreign currency on account of
Reimbursement of expenses

22.31 lakhs
Previous Year Rs. Nil

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25. Segment Reporting (AS - 17) :

Details of Primary Business Segments of the Company are as under:

							(Rs. in Lakhs)
Particulars	Education & Training	Domestic Staffing Services	CRS	Inter National Staffing	Sales	Unallo cated	Total
Revenue from External Customers	32.57	25.95	25.23	39.19	3.30	3.04	129.28
Segment Result	(41.67)	(41.49)	(68.30)	25.60	(4.80)	(90.81)	221.47
Assets	-	-	37.12	-	-	693.97	731.09
Liabilities	-	-	-	-	-	564.47	564.47
Depreciation and Amortization	-	-	3.68	-	-	22.94	26.62
Capital Expenditure during the year	-	-	-	-	-	6.47	6.47

26. Related Party Transaction (AS-18) :

The Related Party Disclosures In accordance with AS-18 are given below

a) List of Related Parties

<u>Name of the Party</u>	<u>Nature of Relationship</u>	
1. Sri K.Krishna Kishore	Executive Vice Chairman	} Key Management
2. Sri K. Gopi Krishna	Managing Director	
3. Smt. K.Vanaja	Relative of Key Management Personnel	
4. Jeevana Mitra Finance Corporation	Enterprise Owned by Krishna Kishore HUF and controlled by K.Krishna kishore as the Karta of the HUF	

JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

b) Transactions with Related Parties:

Nature of relationship	Nature of Transactions	Amount Rs.	Amount Out Standing as on 31-03-2013	
			Receivable	Payable
Key Management Personnel	i)Rent paid	4,80,000 (4,80,000)	-	4,32,000
	ii)Interest on unsecured loans	25,65,262 (12,32,340)		23,08,735
	iii)Remuneration	24,00,000 (24,00,000)	-	22,06,600
	iv) Unsecured Loans Outstanding	2,34,01,242 (1,65,65,740)		
Relative of Key Management Personnel	Rent paid	4,80,000 (4,80,000)	-	4,32,000
	Interest on unsecured loans	1,16,983 (90,000)	-	1,05,285
	Unsecured Loans Outstanding	8,86,284 (6,90,000)		
Enterprise Owned by Key Management Personnel	Rent paid	8,40,000 (8,40,000)	-	7,56,000

Figures in brackets are that of previous year.

27. Accounting for Lease (AS-19):

The Company has taken two premises on operating lease. In respect of one property, in the absence of non-cancellable lease agreement, the requirements of the Accounting Standard – 19 are not given. In respect of the other premises, the particulars are given below:

a) The total of future minimum lease payments under non cancellation operating leases are given below:

Not later than one year	Later than one year and not later than five years	Later than five years
18,00,000	72,00,000	Nil

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b) Lease payments recognized in the Statement of Profit and Loss.

Lease rentals of Building recognized in the Statement of Profit and Loss - Rs.18,00,000/-.

c) General description of the company's significant leasing arrangements.

The Company has entered into a long term non-cancellable leasing arrangement in respect of its Registered Office situated at 3rd Floor, North Block, Raghava Ratna Towers, Chirag Ali Lane, Abids, Hyderabad- 500001.

28. Earnings per Share (AS-20)

Particulars	Current Year	Previous Year
a) Net Profit/(Loss)	(2,21,46,798)	3,76,271
b) Number of Equity Shares outstanding	60, 41,600	60, 41,600
c) Basic and Diluted Earnings per Share (Rs.)	(3.67)	0.06
d) Nominal Value per Share (Rs.)	10	10

29. Accounting for Taxes on Income (AS-22)

Particulars	As at 31-03-2013 Rs.	As at 31-03-2012 Rs.
Items of Deferred tax Asset:		
Unabsorbed loss and Depreciation	4,77,99,777	2,61,23,531
Provision for Gratuity	15,866	64,292
	4,78,15,643	2,61,87,823
Items of deferred tax liability Depreciation	51,34,282	87,19,994
Deferred tax asset	4,26,81,361	1,71,67,829
Tax thereon@ 30.9%	1,31,88,541	53,97,559

Against deferred tax asset of Rs. 131.88 lakhs, an amount of Rs. 44.73 lakhs which was recognized in the earlier year is being continued and additional amount of Rs. 87.15 lakhs has not been recognized as a measure of prudence and in the absence of virtual certainty that sufficient future taxable income will be available against which deferred tax asset can be realized.

30. As required by Accounting Standard (AS 28) "Impairment of Assets" issued by the Institute of Chartered Accountants of India, The Management has carried out the Assessment of Impairment of Assets and no Impairment Loss has been recognized during the year to her than the assets discarded/dismantled and written off in statement of Profit and Loss.

JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

31. Previous year's figures are regrouped/ reclassified wherever considered necessary to confirm to current year's classifications.

Per our report of even Date
for K.S.Rao & Co.,
Chartered Accountants
Firm Regn No:003109S

for and on behalf of the Board of Directors

Sd/-
P.Govardhana Reddy
Partner
Membership No:029193

Sd/-
K.Krishna Kishore
Executive Vice Chairman

Sd/-
K. Gopi Krishna
Managing Director

Place: Hyderabad
Date: 29.05.2013



JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

Regd. Off: No. 3rd Floor, North Block, R.R Towers, Chirag Ali Lane, Abids, Hyderabad – 500001.

PROXY FORM

D.P No:.....

Client ID.....

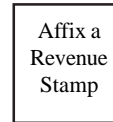
Regd. Folio No.....

No. of shares held.....

I/We being a Member/s of the above named Company hereby appoint Mr/Mrs._____ofin the district of..... as my/our proxy to vote for me/us on my/our behalf at the Fifteenth Annual General Meeting of the Company to be held on 30th day of September 2013 at 9.30 A.M and at any adjournment thereof.

Signed this.....day of.....Two Thousand and Thirteen

Signature



Note:

This Proxy Form duly completed should be deposited at the Registered Office: 3rd floor, North Block, R.R Towers, Chirag Ali Lane, Abids, Hyderabad – 500001 not less than 48 hours before the time fixed for holding the meeting.

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JEEVAN SCIENTIFIC TECHNOLOGY LIMITED

Regd. Off: No. : 3rd Floor, North Block, R.R Towers, Chirag Ali Lane, Abids, Hyderabad -500001

ATTENDANCE SLIP

D.P No:.....

Client ID.....

Regd. Folio No.....

No. of shares held.....

Name of the Shareholder:.....

Name of the Proxy (if applicable)

I/We hereby record my/our presence at the Fifteenth Annual General Meeting of the Company to be held on 30th day of September 2013 at the Regd. Office: 3rd Floor, North Block, R.R Towers, Chirag Ali Lane, Abids, Hyderabad – 500001 at 9.30 a.m.

Signature of the Member /Proxy