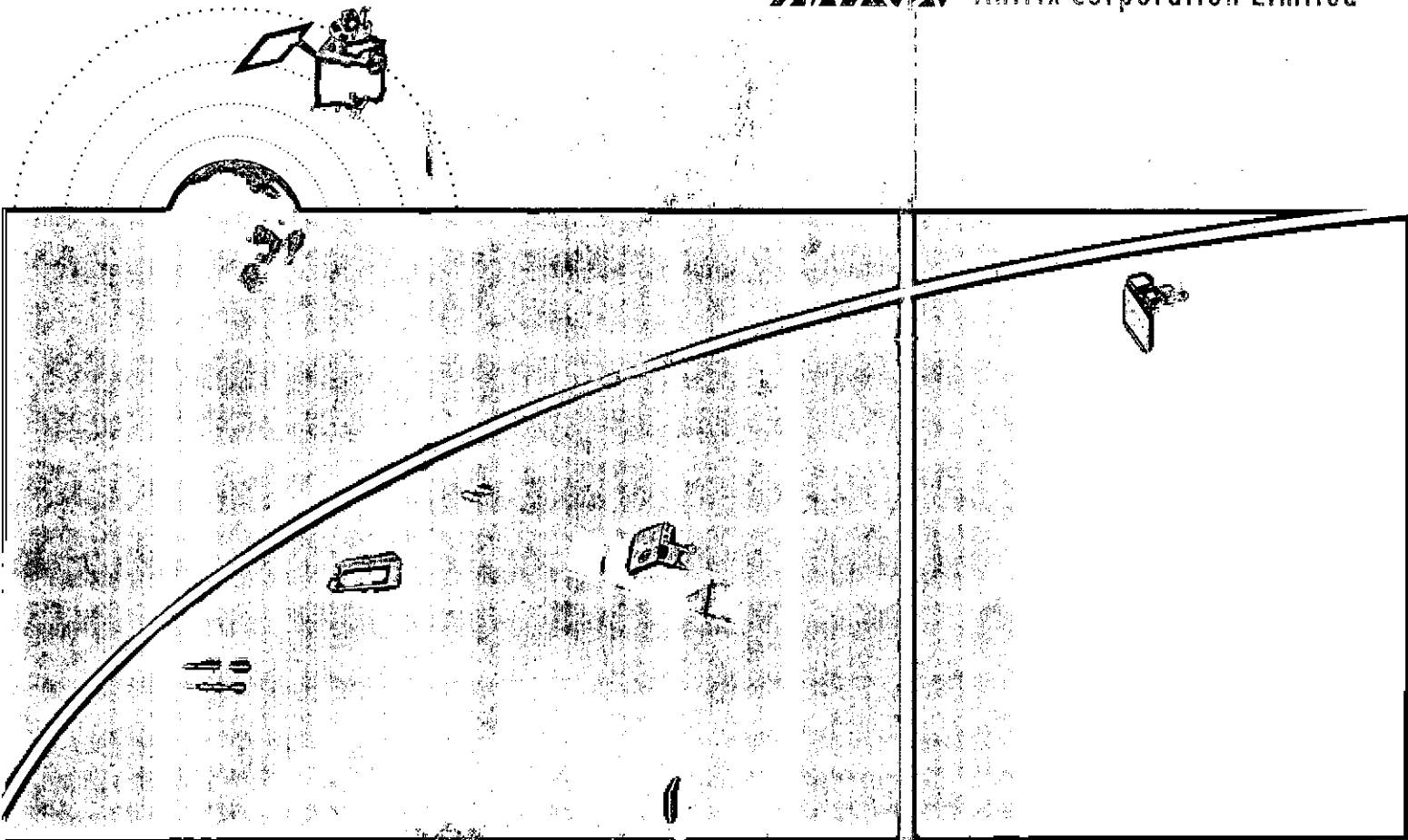
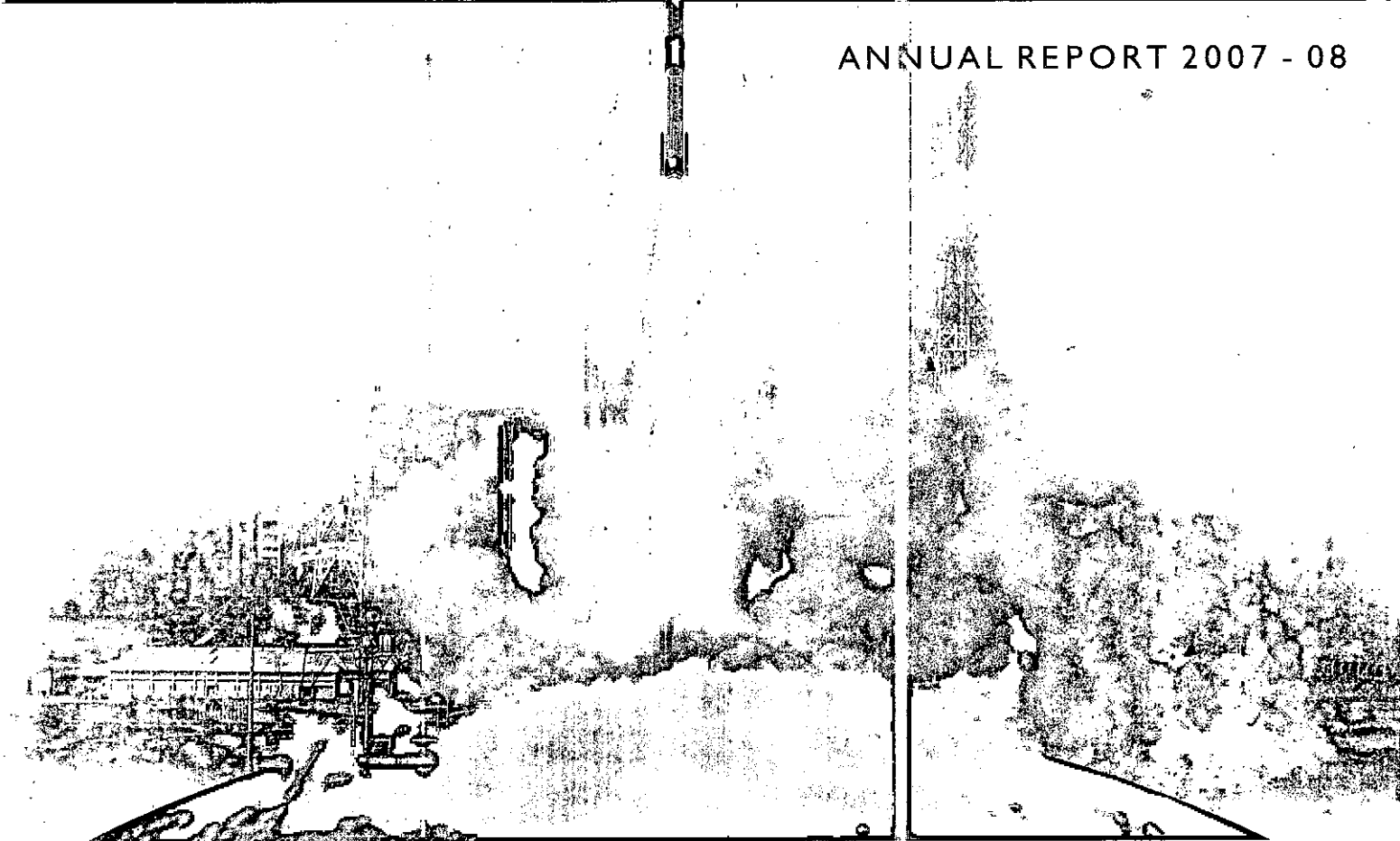




Antrix Corporation Limited



ANNUAL REPORT 2007 - 08



BOARD OF DIRECTORS

Dr. G. Madhavan Nair
Shri R.C. Joshi I.A.S.
Shri S.V. Ranganathi I.A.S.
Dr. K.N. Shankara (upto 31.5.2008)
Dr. B.N. Suresh (upto 10.12.2007)
Dr. K. Radhakrishnan
Dr. T.K. Alex (from 20.6.2008)
Shri Ratan Tata
Shri Jamshyd Godrej
Shri P. Ravindra Reddy
Shri K.R. Sridhara Murthi (from 17.01.2008)

MANAGEMENT TEAM:

Director (International Marketing)
Director (Business Development)
Director (Special Projects)
Director (Contracts)
Dy. Director (Business Development)
Manager (Business Development)
Head, Accounts & IFA

Dr. C.V.S. Prakash
Shri L.S. Sathya Murthy
Smt. Geetha Varadan
Shri S.B. Iyer
Smt. T.S. Shoba
Shri R.L.N. Murthy
Shri M. Srinivasa Rao

STATUTORY AUDITORS

M/s. Abarna & Ananthan
Chartered Accountants
No. 643, 1st Main 7th Block
2nd Phase, BSK 3rd Stage
Bangalore 560 085

BANKERS

Canara Bank
RMV Extn., Branch
Bangalore 560 060

State Bank of India
Dollar Colony Branch
Bangalore 560 054

REGISTERED OFFICE

'Antariksh Bhavan'
Near New BEL Road
Bangalore 560 231

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DIRECTORS' REPORT

Your Directors have great pleasure in presenting the Sixteenth Annual Report together with the Audited statement of Accounts, Auditors' Report and comments of the Comptroller and Auditor General of India for the year ended 31st March, 2008.

PERFORMANCE HIGHLIGHTS

The performance during the year has been highly satisfactory on all fronts, despite severe global competition. The Company's turnover of Rs.940.26 crores is higher by 41% over that of the previous year. There has been a corresponding rise in profits also during the year. Your Company which is the commercial arm/corporate front of Indian Space Research Organisation (ISRO), has been harnessing space technology for the national development and has been touching the life of the common man in more ways than one. The significant performance during the year enables your Company to look to the future with confidence and move ahead with greater vigour.

EXPORTS

An alliance which has been evolved with EADS Astrium for joint manufacture and marketing of commercial communication satellite has been progressing steadily. Substantial progress was achieved in respect of manufacture of W2M satellite under the above framework for delivery to Eutelsat which is a leading global telecommunications operator based in Paris.

A second contract which is under implementation under the Astrium – Antrix alliance is HYLAS satellite for Avanti Communications Group, U.K.

IRS RELATED ACTIVITIES

Data from diverse satellites in Indian Remote Sensing Satellite series which are marketed by your company has been gaining wider acceptance and confidence from customers in different parts of the globe, making them one of the leading sources for remote sensing data in the world market. The company has forged co-operation and alliance for global marketing of

downlinks and data with renowned companies such as EOTec Corporation and SANBARN of USA and Scanex in Russia.

Your company has also developed steadily growing partnership with organizations such as Euromap for reception and marketing of data over Europe. During the year, the company expanded operations for reception and marketing of recently launched space satellites such as Cartosat – 1 and Cartosat – 2.

Apart from the above, your company has established a relationship for downlinking or delivery and marketing of data in several other territories through a network of a store of ground stations and re-sellers spread over all continents of the world.

LAUNCH SERVICES

The financial year began with the successful launch of an Italian Scientific Satellite AGILE on PSLV C-8 mission on April 23, 2007. Further milestones were achieved through the launch of TECSAR satellite of Israel on April 28, 2008 and launch of 8 Nano Micro Customer Satellite from Canada, Denmark, Germany, Netherlands and Japan on PSLV apart from two primary satellites of India on the same mission. In addition to launch services of international customers, successful launch of INSAT 4 CR has provided additional space communication capacity for servicing customers over India.

Besides performances of the above launch services, a contract for launching piggyback satellite was also made for an European customer.

SATELLITE MISSION SUPPORT SERVICES

Your Company is actively exploring potential business opportunities for provision of mission support services. An agreement has been concluded with DLR, Germany for providing Launch and Early Orbit Phase (LEOP) and mission support. Discussions are on with other customers for providing similar services.

SATELLITE SYSTEMS

The contract executed under the framework of Antrix – EADS Astrium alliance, namely with EUTELSAT for W2M spacecraft and with Avanti Screen Media, UK for HYLAS are progressing as per plans. Your company has contributed significantly to programmatic milestones such as realization of the platform structure, various sub-systems, integration of sub-systems on the platform, delivery of the payload panels to EADS Astrium, UK for integrating the payload packages, receipt of the payload panels back from EADS, UK and coupling of payload panels with the spacecraft bus for W2M satellite. Spacecraft level tests are under progress as per plans. As far HYLAS spacecraft, detailed design review of various sub-systems and critical design review of the satellite bus have been completed. Currently sub-systems realization is under progress.

A contract has been signed up with DG Shipping for establishment of National Data Centre for Long Range Identification of Ships. Although the satellite market

has become highly competitive, your company is actively pursuing business opportunities with various customers across the globe for manufacture and supply of satellite sub-systems and is hopeful of making further progress in the near future.

TELECOM TRANSPONDER SERVICES

Lease of transponder capacity on INSAT space segment continued to witness a growth trend through the demands generated by Direct To Home Television services. The successful achievement of space segment capacity through INSAT 4B & 4CR satellites have helped the company to extend its operations.

EXCHANGE OF VISITS

Exchange of visits involving leading space agencies and space industries have been undertaken as in the past with a view to exploring business opportunities. Such visits have not only helped in exploring new markets and newer areas, but have also helped in further strengthening the association between your Company and various agencies.

Financial Results:	For the year ended 31.03.08 (Rs. in Lakhs)	For the year ended 31.03.07 (Rs. in Lakhs)
Total Income	94026.25	66453.99
Total Expenditure	68034.82	50525.95
Profit before Depreciation, Tax and Prior period adjustment	25991.43	15928.04
Add: Prior period adjustment (Net)	128.12	0.00
Less: Depreciation	9.37	9.42
Less: Provision for Taxation	9200.00	5410.00
Less: Fringe Benefit Tax	12.25	7.49
Add: Deferred Tax	(-) 52.47	(-) 31.61
Short provision for Income Tax in earlier years	2.55	(-) 106.12
Excess provision for FBT	(-) 3.88	0.00
Profit After Tax	16951.73	10363.40
Less: Provision for Doubtful Debts	98.99	(-) 34.06
Provision for doubtful debts not required written back		129.87
Reserve for doubtful debts withdrawn		99.08
Profit available for appropriation	16852.74	10558.29
Transfer to General Reserves	12900.00	8120.00
Proposed Dividend	3371.00	2115.00
Corporate Dividend Tax	572.90	320.83
Surplus in P&L A/C carried to Balance Sheet	8.84	2.46

DIVIDEND

In accordance with the instructions issued by the Government of India vide Office Memorandum No.F/1(16)-E-II (A) dated 17/9/96, No. F.19(1)-E-II (A)/98 dated 20/8/98 and No.F3 (2)-B (S)/2001 dated 13/6/2001 and DO No.3(67)-B(S)/2002 dated 09/09/2002 of the Ministry of Finance (Department of Economic Affairs), DO No. 3(2) B/S/2003 dated 17/06/2004 of the Department of Expenditure, Ministry of Finance, Government of India and D.O. letter No.3(3)-B (S)/2005 dated May 19, 2005 of Secretary, Department of Economic Affairs, Ministry of Finance, Government of India, your Directors are pleased to recommend a dividend of 3371% on the paid-up equity share capital of Rs.100 lakhs (previous year 2115%). This represents 20% of the post-tax profits for the year ended 31st March, 2008.

MINIRATNA

Your Company has been conferred the "MINIRATNA" – Category – 1 PSE status by the Government of India, based on its performance and profitability over the past years. This would provide a greater measure of flexibility to the Company in its operations.

FUTURE OUTLOOK

The outlook for the future seems to hold good promise and offers avenues for development of new markets and new thrust areas hitherto unexplored. The satellite communication services are poised to grow at a rapid pace in Asia and your Company envisions a greater role for itself in the coming years. It is expected that the GSLV MK – III and other projects would create further opportunities for your Company. Your Company is also eyeing proposals for supply of satellite sub-systems and is hopeful of making good progress in this area. The Company has evolved the methodology for monitoring and evaluation of watershed development projects by using space and Information Technology. The project has evoked good response from World Bank and there have been demands for expanding the range of services to customers from different parts of the world. Tele-education and Tele-medicine are two other areas that will be tapped more vigorously. Your Company is confident of succeeding in its efforts

towards developing new businesses and thus carving a niche for itself.

DIRECTORS

Dr B.N. Suresh, Director, VSSC, ceased to be a Director consequent upon superannuation w.e.f 10.12.2007. Dr. K.N. Shankara, Director, ISRO Satellite Centre ceased to be a Director consequent upon superannuation with effect from 31.5.2008. Shri K.R. Sridhaa Murthi, Executive Director, Antrix, was appointed as Managing Director of the Company with effect from 7.1.2008. Dr. T.K. Alex, Director, ISRO Satellite Centre, was appointed as a Director of the Company with effect from 20.6.2008. Your Directors place on record their appreciation of the valuable services rendered by Dr. B.N. Suresh and Dr. K.N. Shankara as Directors of the Company.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- That in the preparation of the annual accounts for the financial year ended 31.3.2008, the applicable accounting standards have been followed along with proper explanation relating to material departure;
- That the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review;
- That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- That the Directors have prepared the annual accounts for the financial year ended 31st March, 2008 on a "Going Concern" basis.

RECOGNITION

In recognition of the excellent export performance, your Company was awarded the 'Silver Shield for star performer' in the category of project exports/ consultancy services for the year 2005-06 by the Engineering Export Promotion Council, Southern Region.

AUDITORS

The Comptroller and Auditor General of India vide letter No.CA.V/COY/Central Govt. Antrix (1) (33) dated July 27, 2007 appointed M/s. Abarna & Ananthan, Chartered Accountants, Bangalore as Statutory Auditors to conduct audit of the annual accounts of the Company for the year ended 31st March, 2008. Their report dated 30th July, 2008 is enclosed. The comments of the Comptroller and Auditor General of India under Section 619 (4) of the Companies Act, 1956 for the year ended 31st March, 2008 vide letter REP-I/2008-09/275 dated 18th September 2008 is enclosed. The Comptroller and Auditor General of India vide letter No.CA.V/COY/CENTRAL GOVT. Antrix (1)/107 dated 6th August, 2008 has re-appointed M/s. Abarna & Ananthan, Chartered Accountants, Bangalore as the Statutory Auditors of the Company for the financial year 2008-2009.

SECRETARIAL COMPLIANCE CERTIFICATE

The Secretarial Compliance Certificate pursuant to the provisions of Section 383A of the Companies Act, 1956 with regard to compliance with the provisions of the Companies Act, 1956, signed by Shri V. Padmanabhar Company Secretary in Practice, is annexed hereto and forms an integral part of this Report.

FIXED DEPOSITS

Your Company has not invited or accepted any deposits from the public during the year under review.

PARTICULARS OF EMPLOYEES

No employee was in receipt, either during the year or part thereof, of remuneration above the limits specified in Section 217 (2A) of the Companies Act, 1956 as amended from time to time.

During the year 2007 – 08, the status of representation of persons belonging to scheduled castes, scheduled tribes, other backward classes and physically challenged was Nil. The total strength of employees in Group A (Technical), Group A (Administrative) and Group B (Administrative) were 5, 3 and 2 respectively.

FOREIGN EXCHANGE EARNINGS AND OUTGO (ACTUALS) FOR THE YEAR ENDED 31ST MARCH 2008 ARE AS FOLLOWS:

Foreign Exchange Earnings	Amount in Lakhs (Rs.)	* Amount FE
a) On a/c of Exports	4520.70	EURO 18884.57 USD 11353469.73
b) On a/c of Technical Consultancy	8152.88	EURO 875372.34 USD 9191818.50
c) On a/c of other services	5.99	USD 14878.42
Total	12679.57	
Foreign Exchange Outgo		
a) On a/c of Travel	48.15	EURO 170.00 USD 118428.69
b) On a/c of cost of imports	2471.12	EURO 119474.38 USD 5918492.68
c) On a/c of cost of Technical Consultancy	5707.22	EURO 372018.63 USD 3675145.35
d) On a/c of cost of other services	5.33	EURO 30.00 USD 13159.25
Total	8231.82	

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The information required to be furnished under Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, relating to Conservation of Energy and Technology Absorption is **NIL**, as the Company has not directly consumed any energy or imported any foreign technology.

IMPLEMENTATION OF OFFICIAL LANGUAGE

In accordance with the policy of the Government of India, your Company is committed to implementation of use of the official language in its activities. Earnest efforts have been initiated for progressive use of the official language wherever possible. Employees are encouraged to participate in Hindi workshops, competitions etc.,

ACKNOWLEDGEMENT

Your Directors place on record their appreciation for the support received from the customers and other users of its products and services and look forward to their continued support in the coming years. Your Directors also acknowledge the co-operation and support received from other Government Departments and agencies, bankers and industries.

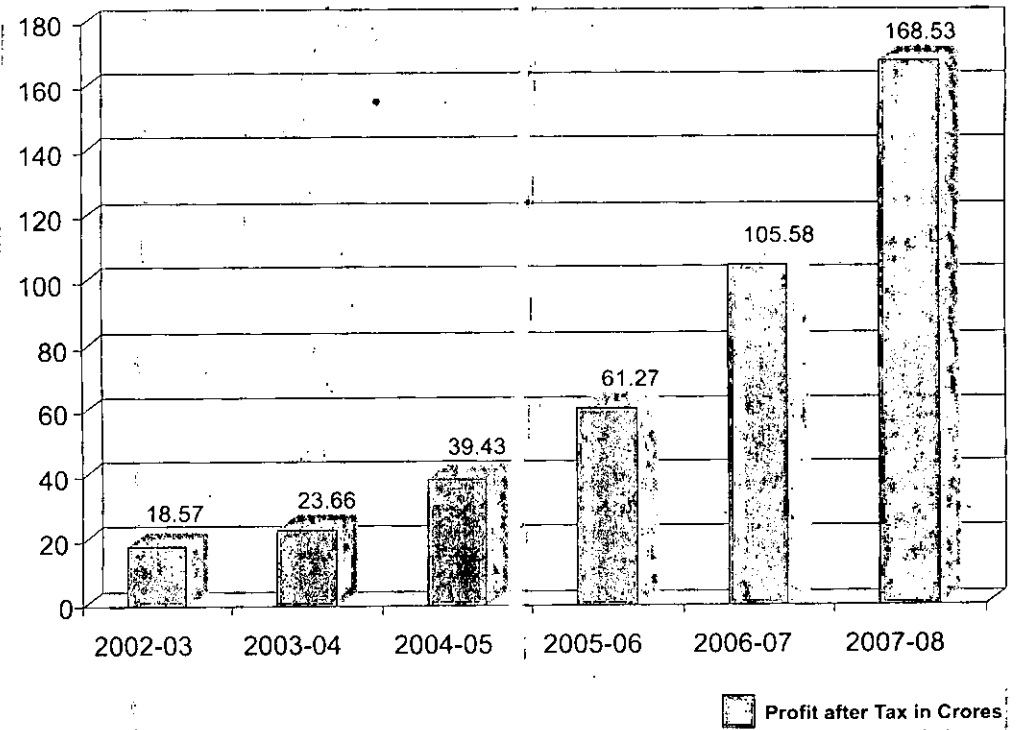
Your Directors overwhelmingly acknowledge the whole-hearted support and contribution of the officers and staff members of the Department of Space, various ISRO Centres and your Company towards successful operations of your Company during the year under review.

For and on behalf of the Board of Directors

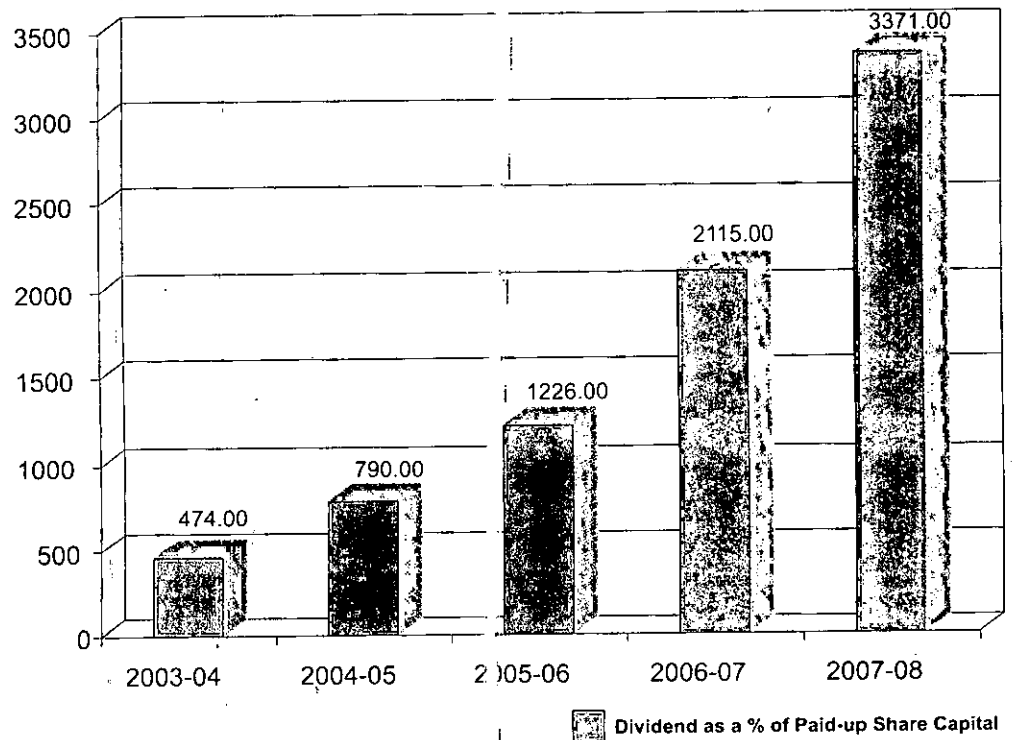
Place: Bangalore
Date: 18.9.2008

Sd/-
(G. Madhavan Nair)
Chairman

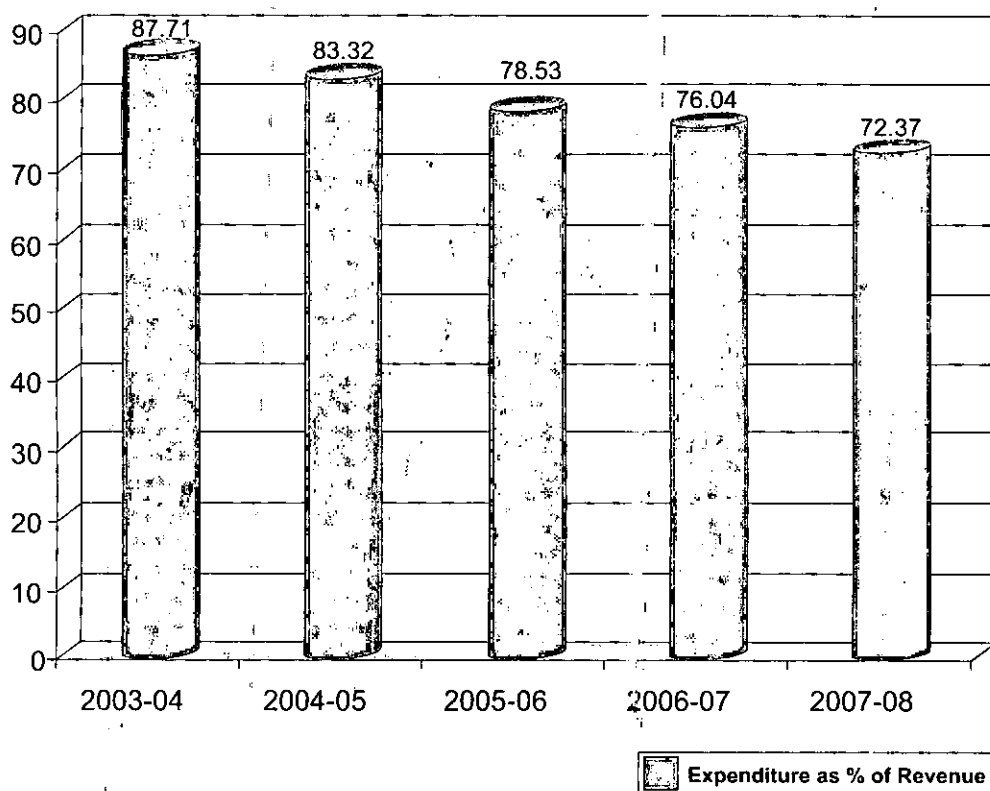
Profit after Tax in Crores



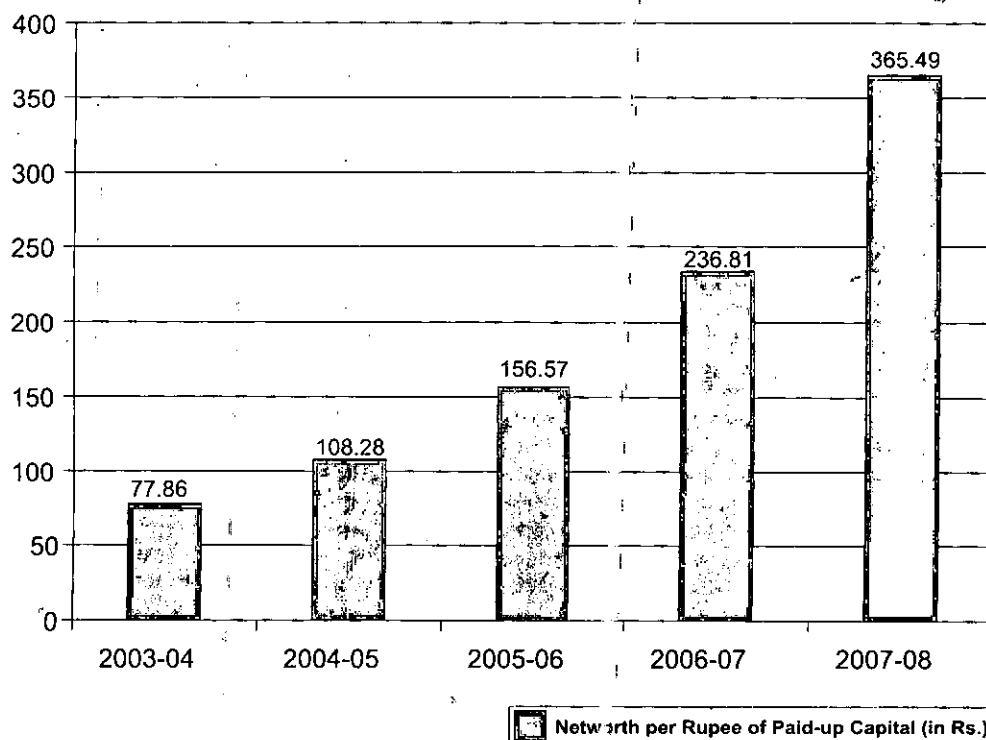
Dividend as a % of Paid-up Share Capital



Expenditure as % of Revenue



Networth per Rupee of paid-up Capital (in Rs.)



SECRETARIAL COMPLIANCE CERTIFICATE

Registration No. : U85110KA1992PLC013570
Authorised Capital : Rs.5 Crores
Paid-up Capital : Rs.1 Crore

To
The Members
Antrix Corporation Limited
Antariksh Bhavan
Near New BEL Road
Bangalore 560094.

I have examined the registers, records, books and papers of Antrix Corporation Ltd., required to be maintained under the Companies Act, 1956, and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2008. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate with the Registrar of Companies within the time prescribed under the Act and the Rules made thereunder.
3. The Company is a Government Company, wholly owned by the Government of India. It has the minimum prescribed paid-up capital and its maximum number of members during the said financial year was two and the Company during the year under scrutiny:
 - i) has not invited public to subscribe for its shares or debentures; and
 - ii) has not invited or accepted any deposits.
4. The Board of Directors duly met four times on June 27, 2007, September 12, 2007, December 17, 2007 and March 17, 2008 in respect of which meetings, proper notices were given and the proceedings,

including the circular resolutions passed, were properly recorded and signed in the minutes book maintained for the purpose.

5. The Company was not required to close its register of members or debenture during the financial year.
6. The Annual General Meeting for the financial year ended on 31.3.2007 was held on September 2007, after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for that purpose.
7. No Extra-Ordinary General Meeting was held during the financial year.
8. The Company being a Government Company, Section 295 of the Act is not applicable, vide Government Notification No. GSR 581 (E) dated 16.7.1985.
9. The Company has not entered into any contract falling within the provisions of Section 297 of the Act in respect of contracts specified in that Section.
10. The Company was not required to make any entry in the register maintained under section 30 of the Act.
11. As there were no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or the Central Government.
12. The Company has not issued any duplicate share certificates during the financial year.
13. The Company:
 - i) has not allotted or transferred or transmitted any securities during the financial year.
 - ii) has deposited the amount of dividend declared in a separate bank account opened for that purpose and deposited the dividend amount within five days from the date of declaration of such dividend.
 - iii) paid dividend to all the members within a period of thirty days from the date of declaration.
 - iv) was not required to transfer any amount of unpaid dividend, application money due

refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to the Investor Education and Protection Fund, as no such amounts are lying with the Company.

v) duly complied with the requirements of Section 217 of the Act.

14. The Board of Directors of the Company is duly constituted and the appointments of directors, additional directors, alternate directors and directors to fill casual vacancies have been duly made.
15. The Company being a Private Limited Company, provisions of Section 269 of the Act read with Schedule XIII, with regard to appointment of managerial personnel are not applicable.
16. The Company has not appointed any sole-selling agents during the financial year.
17. The Company has obtained the approval of the Central Government pursuant to Section 211(4) of the Companies Act, 1956 for modification of the requirement of Part II, Schedule VI of the Act with regard to publication of additional data.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the Rules made thereunder.
19. The Company has not issued any shares/debentures/other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any

deposits including any unsecured loans falling within the provisions of Section 58A of the Act during the financial year.

24. The Company has not made any borrowings during the financial year ended 31st March 2008.
25. The Company has not made any loans and investments or advances or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's Registered Office from one State to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the Company and no fines and penalties or any other punishment imposed on the Company during the financial year.
32. The Company has not received any security deposit from its employees during the year.
33. The Company has not constituted any Trust for its employees and hence the question of deposit of employer's and employees' contribution to Provident Fund with prescribed authorities pursuant to Section 418 of the Act does not arise.

Sd/-

Date : 30th July, 2008
Place : Bangalore

V. PADMANABHAN
C.P. No: 6283

ANNEXURE A

Statutory Registers

1. Register of Members u/s 150
2. Board Meeting Minutes Book u/s 193
3. General Meeting Minutes Book u/s 193
4. Register of Directors u/s 303
5. Register of Investments u/s 372A
6. Register of Contracts u/s 301

Other Registers

1. Directors Attendance Register
2. Register of Transfers

ANNEXURE B

Forms and Returns as filed by the Company with Registrar of Companies, Karnataka during the financial year ended 31st March, 2008

Sl. No.	Document filed	Under Section	Purpose and date of the event	Date of filing	Receipt No.	Whether filed within time
1	Form 32	303	Appointment of Shri K.R. Sridhara Murthi as Managing Director	14.02.08	A 31640568	Yes
2	Form 32	303	Resignation of Shri B.N. Suresh as Director	09.01.08	A 29151925	Yes
3	Accounts	220	For the year ended 31st March, 2007	07.11.07	P 12215497	No
4	Compliance Certificate	383A	For the year ended 31st March, 2007	07.11.07	P 12215638	No
5	Annual Return	159	As on 12th September, 2007	07.11.07	P 12215406	No
6	DIN 3	266	Intimation of DIN allotted to Directors	31.07.07	A 19153386	Yes
7	Form 32	303	Appointment of Shri R.C. Joshi as Director	17.7.07	A18299982	Yes
8	Form 32	303	Resignation of Shri A.K. Jha as Director	29.5.07	A15550221	Yes

AUDITORS' REPORT

To
The Members
M/s. Antrix Corporation Limited
Bangalore

1. On completion of Audit of Accounts of M/s. Antrix Corporation Limited, for the year ended 31st March 2008, we have rendered our audit report on 30.07.2008. Subsequent to our report, in the light of the observations arising from the audit by the Comptroller and Audit General of India, the said report has been revised to make further disclosure as indicated in Para 5(iv) and (vi) of this report.
2. We have audited the attached Balance Sheet of M/s. Antrix Corporation Limited as at 31st March 2008, and also the Profit and Loss Account and the Cash Flow statement for the year ended on that date annexed hereto. 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.
3. We conducted our audit in accordance with accounting 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 from financial mis-statements. An audit includes examining, on test basis, evidence supporting the amounts and disclosure 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.
4. As required by the Companies (Auditor's Report) Order, 2003 (as modified in 2004) issued by the Central Government of India in terms of Sub-section (4A) of section 227 of the Companies Act, 1956,

we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.

5. Further to our comments in the Annexure referred to above, we report that:

We have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purpose of our audit;

- i. In our opinion, proper books of accounts as required by law have been kept by the Company, so far as appears from our examination of those books;
- iii. The Balance Sheet, Profit and Loss Account, and Cash Flow statement dealt with report are in agreement with the books of accounts;
- iv. *In our opinion, the Balance Sheet, Profit and Loss Account, and Cash Flow statement dealt with by this report comply with the accounting standards referred to in sub section (3C) of section 211 of the Companies Act, 1956 except for Provision for doubtful debts to the tune of Rs.98.99 lakhs which is not classified as ordinary business activity as per AS-5. Thus the profit before tax has been overstated to the same extent;*
- v. On the basis of the written representation received from the directors, as on 31st March 2008, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31.03.2008 from being appointed as directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- vi. *The Company has incurred an expenditure of Rs.7.09 Crore on gifts of gold coins to DOS ISRO/employees of the company, accounted under the head Hospitality & Customer treating expenses and the same has not been disclosed in the Notes on Accounts.*

6. In our opinion and to the best of our information and according to the explanation given to us, and subject to our observation stated in the Annexure referred to in paragraph 4 above, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state affairs of the Company as at 31st March, 2008.
- b) In the case of the Profit and Loss Account, of the profit for the year ended on that date.

c) In the case of the Cash Flow Statement, of the cash flows of the company for the year ended on that date.

For **ABARNA AND ANANTHAN**
CHARTERED ACCOUNTANTS

Place: Bangalore
Date: 15.09.2008

Sd/-
(S. ANANTHAN)
Partner
Membership No. 26379

ANNEXURE TO THE AUDITORS' REPORT

Referred to in paragraph 4 of our report of even date.

1. 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 the fixed assets have been physically verified by the management during the year. No material discrepancies were noticed on such verification.
c) No substantial parts of fixed assets have been disposed off during the year.
2. The Company does not have any inventory. Hence, Clause (ii), (a) (b) & (c) are inapplicable.
3. The Company has neither granted nor taken any secured/unsecured loan to or from Companies, firm and the other parties listed in the register maintained u/s 301 of the Companies Act, 1956. Therefore the provisions of clause (iii) (b), (c) & (d) are inapplicable to the Company.
4. In our opinion and according to the information and explanation given to us, there exists a system of internal control procedure commensurate with the size of the company and the nature of its business with regard to purchase of fixed assets and with regard to sale of goods. However, it is to be effectively implemented in respect of billing the customers for various services and facilities provided to them and arriving at cost of such services. During the course of our audit, it was observed that space segment charges (revenue) of Rs.11.73 Crores pertaining to the year under Audit had been erroneously taken as revenue of the previous year. The internal control measures are therefore need to be strengthened further.
5. According to the information given to us, no transactions, which require entry in the register, maintained u/s 301 have taken place. Therefore,

the provisions of Clause (v) (b) are inapplicable to the Company.

6. The Company has not accepted any deposit from the public.
7. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
8. The Central Govt. has not prescribed the maintenance of cost records u/s 209(1) (d) of the Companies Act, 1956.
9. a) According to the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, wealth-tax, customs duty, excise duty, cess and other statutory dues applicable to it.
b) According to the information and explanation given to us, the provisions of Provident Fund Act and the Employees State Insurance Act, are inapplicable to the Company for the year under audit.
c) According to the records of the Company, there are no dues of Sales-tax, Income-tax, Cess, which have not been deposited on account of any dispute.
10. The Company has no accumulated losses as on 31.03.2008 and the Company has not incurred cash losses during the Financial Year covered by our audit and the immediately preceding Financial Year.
11. Based on our audit procedures and on information and explanation given by the management, we are of the opinion that the Company has no dues to financial institutions or banks.

12. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion the Company is not a chit fund or a nidhi or a mutual benefit fund/society. Therefore, the provisions of clause (xiii) are inapplicable to the Company.
14. The Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause (xiv) are inapplicable to the Company.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. The Company has not taken any loans. Hence, clause (xvi) is inapplicable.
17. According to the information and explanation given to us, the Company has not raised any short-term funds during the year and used for long-term investment or vice versa.
18. The Company has not made any preferential allotment of shares during the year.
19. The Company has not raised any debentures.
20. The Company has not raised any money by public issues during the year.
21. According to the information and explanations given to us in the course of our audit, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For **ABARNA AND ANANTHAN**
CHARTERED ACCOUNTANTS

Sd/-

(S. ANANTHAN)

Partner

Membership No. 26379

Place: Bangalore

Date: 15.09.2008

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 619(4) OF THE COMPANIES ACT, 1956 ON THE
ACCOUNTS OF ANTRIX CORPORATION LIMITED, BANGALORE
FOR THE YEAR ENDED 31ST MARCH 2008**

The preparation of financial statements of **Antrix Corporation Limited**, Bangalore for the year ended **31st March 2008** in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the Company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 619(2) of the Companies Act, 1956 is responsible for expressing opinion on these financial statements under section 227 of the Companies Act, 1956 based on independent audit in accordance with the auditing and assurance standards prescribed by their professional body the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 30.7.2008 and their **revised report dated 15.9.2008**.

I on behalf of the Comptroller and Auditor General of India have conducted a supplementary audit under section 619 (3) (b) of the Companies Act, 1956 of the financial statements of **Antrix Corporation Limited, Bangalore for the year ended 31st March 2008**. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and Company personnel and a selective examination of some of the accounting records. In view of the **revisions made at Sl.No 5(iv) and 5(vi) of the main report and at Sl No.1(c), 13 and 18 of the annexure to the Revised Auditor's Report** as a result of my audit observations highlighted during supplementary audit, I have no further comments to offer upon or supplement to the Statutory Auditors' Report, under Section 619(4) of the Companies Act, 1956.

For and on behalf of the
Comptroller & Auditor General of India

Sd/-

(P1. Naveen Kumar, I.A.A.S)
Pr. Director of Commercial Audit &
ex-officio Member, Audit Board, Bangalore

Place: Bangalore
Dated: 18 September 2008

BALANCE SHEET AS AT 31ST MARCH, 2008

	Sch No.	As at 31st March 2008	As at 31st March 2007
		Rupees	Rupees
SOURCES OF FUNDS:			
SHAREHOLDERS' FUNDS:			
Capital	1	10,000,000	10,000,000
Reserves and surplus	2	3,614,880,790	2,358,008,357
Total		3,624,880,790	2,368,008,357
APPLICATIONS OF FUNDS:			
FIXED ASSETS:	3		
Gross Block		11,063,369	9,622,635
Less: Depreciation		7,743,236	6,813,023
Net Block		3,320,133	2,809,612
DEFERRED TAX ASSETS		18,270,842	13,023,584
CURRENT ASSETS, LOANS AND ADVANCES			
Sundry Debtors	4	4,373,721,387	1,592,056,290
Cash and Bank Balances	5	9,343,663,265	8,425,182,538
Loans and Advances	6	3,283,892,052	2,078,985,346
LESS: CURRENT LIABILITIES AND PROVISIONS			
Liabilities	7	13,273,475,700	9,526,165,564
Provisions	8	394,511,189	217,883,449
NET CURRENT ASSETS		3,633,289,815	2,352,175,161
Total		3,654,880,790	2,368,008,357
Accounting Policies	16		
Notes on Accounts	17		
Schedules 1 to 8, 15 and 17 form an integral part of this Balance Sheet			

As per our report attached hereto

For and on behalf of the Board

 for Abarna & Ananthan
Chartered Accountants

 Sd/-
G.Madhavan Nair
Chairman

 Sd/-
S.V.Ranganath
Director

 Sd/-
S.Ananthan
Partner
Membership No. 26379

 Sd/-
K.R.Sridhara Murthi
Managing Director

 Place: Bangalore
Date: 30.07.2008

 Place: Bangalore
Date: 30.07.2008

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2008

	Sch No.	For the year Ended 31st March 2008 Rupees	For the year Ended 31st March, 2007 Rupees
INCOME			
Export		414,422,586	225,659,094
Foreign (Other) Receipts	9	982,249,695	532,227,417
Inland Sales		1,188,423,448	1,880,352,750
Inland (Other) Receipts	10	5,794,739,808	3,416,379,975
Other Income	11	1,022,789,771	590,780,751
Total		9,402,625,308	6,645,399,987
EXPENDITURE			
Cost of Export		138,609,657	93,740,674
Cost of Foreign (Other) Receipts	12	584,760,648	351,285,719
Cost of Inland Sales		1,116,331,505	1,747,696,118
Cost of Inland (Other) Receipts	13	4,861,628,346	2,830,917,006
Administrative Expenses	14	10,151,601	28,955,833
Depreciation	3	937,521	942,275
Total		6,80,419,278	5,053,537,625
Profit Before Tax, Provisions and Prior Period Adjustments		2,59,206,031	1,591,862,362
Prior period income		7,059,417	-
Prior period Expenses		6,246,627	-
Profit Before Tax and Provisions		2,61,018,821	1,591,862,362
Tax Expenses:			
- Current Tax		92,000,000	541,000,000
- Short provision for IT in earlier years		255,564	10,611,911
- Excess provision for FBT in earlier years		388,110	-
- Fringe Benefit Tax		1,225,000	748,940
- Deferred Tax originating during the year (Savings)		5,137,455	1,197,512
- Deferred Tax reversing during the year (Savings)		109,803	4,358,459
Profit After Tax and Provisions		1,65,517,625	1,036,340,564
Provisions:			
Provision for Doubtful debts	15	9,899,013	3,406,069
Provision for Doubtful debts no longer required written back			12,987,026
Reserve created out of Provision for Doubtful debts withdrawn			9,908,196
Net Profit for the year		1,65,527,612	1,055,829,717
Transfer to General Reserve		1,200,000,000	812,000,000
Proposed Dividend		357,100,000	211,500,000
Tax on Distributed Profit		57,290,145	32,083,425
Surplus carried to Balance sheet		884,467	246,292
Accounting Policies	16		
Notes on Accounts	17		
Amount used as numerator in calculating basic earnings per share is Rs 168,52,74,612/- Number of equity shares used as the denominator in calculating basic earnings per share is 1,00,000 Nominal value of Equity Share is Rs.100/- each and the Basic Earnings per Share is Rs.16,852.75			
Schedules 3, 9 to 17 form an integral part of this Profit and Loss Account			

As per our report attached hereto

**for Abarna & Ananthan
Chartered Accountants**

Sd/-

S.Ananthan
Partner

Membership No. 26379

Place: Bangalore

Date: 30.07.2008

For and on behalf of the Board

Sd/-

G.Madhavan Nair
Chairman

Sd/-

S.V.Ranganath
Director

Sd/-

K.R.Sridhara Murthi
Managing Director

Place: Bangalore

Date: 30.07.2008

SCHEDULES TO BALANCE SHEET AS AT 31ST MARCH, 2008

	As at 31st March 2008	As at 31st March, 2007
	Rupees	Rupees
<u>SCHEDULE 1: CAPITAL</u>		
Authorised		
5,00,000 Equity shares of Rs100/- each	50,00,000	50,00,000
Issued, Subscribed and Paid up		
1,00,000 Equity shares of Rs 100/- each	10,00,000	10,00,000
<u>SCHEDULE 2 : RESERVES AND SURPLUS</u>		
Capital Reserves:		
Per last Balance Sheet	4,12,034	4,012,034
Less: Transfer to ISRO Account	4,12,034	-
		4,012,034
General Reserves:		
Per last Balance Sheet	2,351,400,000	1,539,400,000
Add: Transfer from Profit and Loss Account	1,290,000,000	812,000,000
	3,641,400,000	2,351,400,000
Reserve for Doubtful Debts:		
Excess provision for doubtful debts transferred		9,908,196
Less: Reserve withdrawn and transferred to Profit and Loss Account		9,908,196
		-
Surplus:		
Per last Balance sheet	2,596,323	2,350,031
Transfer from Profit and Loss Account	884,467	246,292
	3,480,790	2,596,323
	3,644,880,790	2,358,008,357
<u>SCHEDULE 4: SUNDRY DEBTORS</u>		
(Unsecured)		
Debts outstanding for a period exceeding six months:		
- Considered good	689,974,039	834,841,589
- Considered doubtful	53,565,047	38,500,642
Other debts (Considered good)	3,683,747,348	757,214,701
	4,427,286,434	1,630,556,932
Less: Provision for Doubtful debts	53,565,047	38,500,642
	4,373,721,387	1,592,056,290

(Figures in Rupees)

		GROSS BLOCK (COST)				DEPRECIATION (UNDER WDV METHOD)				NET BLOCK (WDV)	
Sl. No.	Particulars	As at 31.03.07	Additions	Sale/ Transfers	As at 31.03.08	Upto 31.03.07	For the year	Deduction	Upto 31.03.08	As at 31.03.08	As at 31.03.07
1	Office Equipments	1,629,683	142,890	7,308	1,765,265	866,285	132,307	7,308	991,284	773,981	763,398
2	Furniture and Fittings	4,896,912	433,125		5,330,037	3,721,530	283,413		4,004,943	1,325,094	1,175,382
3	Computers	2,800,169	858,247		3,658,416	2,005,238	488,489		2,493,727	1,164,689	794,931
4	Computer Software	295,871	13,780		309,651	219,970	33,312		253,282	56,369	75,901
	Total	9,622,635	1,448,042	7,308	11,063,369	6,813,023	937,521	7,308	7,743,236	3,320,133	2,809,612
	Previous Years' Figures	9,130,182	506,533	14,080	9,622,635	5,884,828	942,275	14,080	6,813,023	2,809,612	3,245,354

SCHEDULE 3: FIXED ASSETS

SCHEDULES TO BALANCE SHEET AS AT 31ST MARCH, 2008

	As at 31st March 2008	As at 31st March, 2007
	Rupees	Rupees
<u>SCHEDULE 5: CASH AND BANK BALANCES</u>		
Cash balance on hand	4,276	14,911
Bank balance with Scheduled banks:		
In Current accounts	400,639,499	148,148,720
In Deposit accounts	9,243,019,490	8,277,018,907
	<u>9,643,663,265</u>	<u>8,425,182,538</u>
<u>SCHEDULE 6: LOANS AND ADVANCES</u>		
(Unsecured - Considered good)		
Advances recoverable in cash or in kind or for value to be received	2,901,463,680	1,899,065,595
Accrued interest on deposits with banks	382,428,372	179,919,751
	<u>3,283,892,052</u>	<u>2,078,985,346</u>
<u>SCHEDULE 7: LIABILITIES</u>		
Current liabilities		
Sundry Creditors	2,409,698,324	1,294,828,046
(Dues to SSI undertakings, Micro Enterprises } and Small Enterprises - Nil)		
Other Liabilities	10,863,777,376	8,231,337,518
	<u>13,273,475,700</u>	<u>9,526,165,564</u>
<u>SCHEDULE 8: PROVISIONS</u>		
for Income Tax		104,207,588
for Proposed Dividend	337,00,000	81,500,000
for Tax on Distributed Profit	57,490,145	32,083,425
for Gratuity	21,044	92,436
	<u>394,511,189</u>	<u>217,883,449</u>

SCHEDULES TO PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2008

	For the year ended 31st March 2008	For the year ended 31st March, 2007
	Rupee :	Rupees
<u>SCHEDULE 9: FOREIGN (OTHER) RECEIPTS:</u>		
Access Fee and Royalty Receipts	375,26,784	133,690,578
Host Facility Receipts	500,84,566	317,551,916
Space Segment Charges Receipts	19,25,287	16,090,744
Consultancy Service Receipts	86,88,058	64,894,179
	982,24,695	532,227,417
<u>SCHEDULE 10: INLAND (OTHER) RECEIPTS:</u>		
Access Fee and Royalty Receipts	15,13,129	38,008,871
Space Segment Charges Receipts	5,626,90,518	3,167,792,059
Consultancy Service Receipts	152,69,161	210,579,045
	5,794,73,808	3,416,379,975
<u>SCHEDULE 11: OTHER INCOME</u>		
Interest receipts: (Gross TDS Rs.19,11,52,818/-; P Yr. Rs.11,97,75,696/-)		
- on Deposits with Banks	908,53,435	553,918,194
- on Prepaid Income Tax	5,79,695	-
- on Advances and Debtors	9,87,112	7,243,135
Income from Long Term Investment		9,034,488
Liability no longer required written back	38,68,3,228	3,757,920
Dividend receipt from UTI MIP 2001		665,753
Miscellaneous Income	59,90,5,301	16,161,261
	1,022,78,9,771	590,780,751
<u>SCHEDULE 12: COST OF FOREIGN (OTHER) RECEIPTS:</u>		
Cost of Access Fee and Royalty	152,80,4,523	74,239,541
Cost of Host Facility	388,38,6,409	233,742,123
Cost of Space Segment Charges	15,80,3,799	13,915,995
Cost of Consultancy Service	27,70,5,917	29,388,060
	584,70,0,648	351,285,719
<u>SCHEDULE 13: COST OF INLAND (OTHER) RECEIPTS:</u>		
Cost of Access Fee and Royalty	6,00,5,252	15,203,548
Cost of Space Segment Charges	4,709,80,1,525	2,615,923,530
Cost of Consultancy Service	144,70,1,569	199,789,928
	4,860,60,8,346	2,830,917,006

**SCHEDULES TO PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH, 2008**

	For the year ended 31st March 2008	For the year ended 31st March, 2007
	Rupees	Rupees
<u>SCHEDULE 14: ADMINISTRATIVE EXPENSES</u>		
Salaries and Bonus	877,107	831,615
Staff Welfare	325,174	364,848
Gratuity provision	28,608	22,276
Leave Travel concession	87,744	51,847
Personnel Training expenses	85,250	24,709
Establishment expenses	3,81,830	3,060,687
Seminar and Meeting Expenses	84,556	480,241
Publicity and Advertisement	527,594	818,668
Tender Expenses	40,089	586,300
Exhibition and Trade Fair	1,288,769	3,436,489
Interest Payment	28,759	16,496
Travelling Expenses	11,391,684	2,464,971
Printing and Stationery	603,915	603,143
Professional and Consultants' Fees	1,628,242	838,678
Rates and Taxes	8,691	79,050
Conveyance and Taxi Hire charges	1,541,325	1,172,265
Directors' Sitting fees	36,000	38,000
Auditors' remuneration - Current Year:		
- for Audit	100,000	95,000
- for Service Tax	12,360	11,628
- for Out of pocket expenses	-	11,224
Auditors' remuneration - Previous Year:		
- for Out of pocket expenses	-	12,548
Bank Guarantee and LC Charges	318,937	1,386,733
Communication Expenses	1,611,727	1,115,174
Repairs and Maintenance - Others	645,918	420,616
Bank Charges	952,745	195,183
Hospitality / Customer Treating expenses	7,406,513	1,099,875
Miscellaneous Expenses	1,538,064	736,191
Bad Debts written off	-	8,981,378
	<u>102,151,601</u>	<u>28,955,833</u>
<u>SCHEDULE 15: PROVISION FOR DOUBTFUL DEBTS:</u>		
Provision of doubtful debts	15,064,405	3,406,069
Less: Provision for liability against doubtful debts	5,165,392	-
	<u>9,899,013</u>	<u>3,406,069</u>

SCHEDULE 16: ACCOUNTING POLICIES

1) Income:

- (i) The company follows fundamental accounting assumption, namely, going concern, consistency and accrual method of accounting, except for Royalty which is accounted on the basis of intimation / receipt.
- (ii) Income from Consultancy and Host Facility Receipts is accounted on proportionate work completed / milestone basis as per contract.
- (iii) The values of Export and Foreign (Other) Receipts are inclusive of corresponding foreign exchange fluctuation and year end currency translation.

2) Expenditure:

Cost of Export, Foreign (Other) Receipts, Inland Sales and Inland (Other) Receipts payable to ISRO are accounted as mutually agreed and approved by and between ISRO and the Company.

3) Fixed Assets:

Fixed Assets are accounted on historical cost basis.

4) Depreciation:

Depreciation on Fixed Assets is provided under Written Down Value method at the rates prescribed under Schedule XIV to the Companies Act, 1956.

5) Currency Translation AS-11:

Transactions in foreign currency are accounted at the applicable exchange rate prevailing on the date of transaction. Foreign exchange fluctuation is recognized in the Profit and Loss account at the time the amount is received or paid. Monetary Assets and Liabilities relating to the foreign currency transactions remaining unsettled at the year end are translated at year end applicable exchange rates or at which they are settled subsequently.

6) Net Profit or Loss for the period, Prior Period Items and changes in Accounting policies - AS - 5:

All items of income and expenses which are recognized in a period are included in the determination of net profit or loss for the period unless an Accounting Standard requires or permits otherwise. Prior period items are recognized as income or expenses which arise in the current period as a result of errors or omissions in the preparation of financial statements of one or more prior period.

7) Impairment of Assets AS-28:

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Profit and Loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

8) Provision, Contingent Liabilities and Contingent Assets AS-29:

Provisions, involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

SCHEDULE 17: NOTES ON ACCOUNTS :

1. The Central Government through Ministry of Corporate Affairs vide order No.46/154/2008-CL-III dated 19.06.2008 has granted exemption to the Company under Section 211(4) of the Companies Act 1956, from disclosure of information and details under paras 3(i), 3(ii), 3(iii), 3(x)(a), 3(xv), 4-C and 4-D of Part II of Schedule VI to the Companies Act, 1956, as amended vide Notification No. GSR 494(E) dated 30th October 1973, in the Annual Accounts for the financial year ended 31st March 2008.
2. The details of the Foreign Exchange Fluctuation and the Year end Currency translation in respect of Assets and Liabilities and their corresponding net debits / credits in the Profit and Loss account are:-

Assets and Liabilities	Foreign Exchange Fluctuation Rs.	Year end Currency Translation Rs.	Profit and Loss Account
(a) Sundry Debtors – Export	24,35,142 (81,297)	17,53,822 (8,76,800)	Debited to Export Value (Debited to Export Value)
(b) Sundry Debtors – Foreign Receipts	1,04,04,917 (4,40,058)	4,31,467 (30,07,833)	Credited/Debited to Foreign (Others) Receipts Value (Debited/Credited to Foreign (Others) Receipts Value)
(c) Bank Deposits and Current Accounts, Advance Recoverable, Other Liabilities and Sundry Creditors	- (45,423)	5,88,59,249 (16,015,877)	Credited to Misc Income (Credited to Misc Income)
Total	1,28,40,059 (4,04,184)	6,10,54,538 (1,81,46,910)	

Previous year's figures are shown in bracket

3. Bank Balances with Scheduled Banks in Deposit Accounts include a sum on Rs.19,490/- kept in fixed deposit account with a Bank in favour of "Assistant Commissioner of Commercial Taxes, Dist- "V" Circle, Bangalore A/c Antrix Corporation Limited" as security.
4. The Contingent Liabilities under Paragraph 68 of Accounting Standard-29 are as under:

	Current Year	Previous Year
(a) Foreign Letter of Credit	11,50,46,239	13,65,48,883
(b) Performance Bank Guarantee	19,07,28,678	0
Total	Rs.33,57,74,917	Rs.13,65,48,883

The Details of Foreign Letter of Credits are as under:-

Name of the Beneficiary	Amount in Foreign Currency	Amount in INR	Bank
Hanex Inc, USA	USD 3,70,493.74	1,50,60,571	State Bank of India
Viasat Inc, USA	USD 11,48,400.00	4,57,40,772	State Bank of India
Astrium GmbH Space Transportation	Euro 10,52,095.00	6,10,21,510	Canara Bank
Rockwell Collins, Germany	Euro 336,575.00	1,95,21,350	Canara Bank
EADS Test & Services, UK	GBP 47,462.00	37,02,036	Canara Bank
Total FLC Value		4,50,46,239	
Karnataka Watershed Development Project		38,31,234	Canara Bank
Agence Spatiale Algerienne, Algeria	Euro 56,000.00	33,05,680	State Bank of India
Agence Spatiale Algerienne, Algeria	USD 1,200,000.00	4,87,08,000	State Bank of India
Tubitak Uzay Odiu, Turkey	Euro 30,000.00	18,53,400	State Bank of India
Agence Spatiale Algerienne, Algeria	Euro 30,000.00	18,53,400	State Bank of India
Tubitak Uzay Odiu, Turkey	Euro 98,580.00	63,04,191	State Bank of India
National Institute of Cartography, Algeria	USD 11,36,498.50	4,99,49,109	State Bank of India
National Institute of Cartography, Algeria	USD 17,04,747.76	7,49,23,664	State Bank of India
Total Bank Guarantee Value		19,07,28,678	

Against the above, the Company has deposited with Canara Bank, Fixed Deposit Receipts for a value of Rs.57,50,00,000/- (Previous Year – Rs.20,50,00,000/-) and with State Bank of India, Fixed Deposit Receipts for a value of Rs.30,00,00,000/- (Previous Year Rs. 3,15,00,000/-), duly pledged/discharging them. At present there is no incident of provision as defined in AS-29 and accordingly disclosure under Paragraph 66 and 67 does not arise.

5. As the Company has obtained exemption from the Central Government vide order No.46/154/2008-CL-III dated 19.06.2008 from disclosure of each class of goods with quantities and corresponding values and in view of the sensitivity and secrecy of the products and the area of operation, the information required under Accounting Standard 17 – Segment Reporting, has not been furnished for the current and previous financial years, in the interest of the company.

6. The break-up of Net Deferred Tax Assets into major components as required under AS-22 is as under:-

	As on 31.03.2008	As on 31.03.2007
DEFERRED TAX ASSETS:		
(i) Provision for Doubtful Debts	1,82,06,759	1,30,86,368
(ii) Accumulated Depreciation	34,083	—
DEFERRED TAX LIABILITIES:		
(i) Accumulated Depreciation	—	62,784
NET DEFERRED TAX ASSETS	1,82,70,842	1,30,23,584

7. Sri. G.Madhavan Nair, Chairman and Sri. K.R.Sridhara Murthi, Managing Director, are Key Management Personnel as per Accounting Standard "AS 18 – Related Party Disclosures" (There are no transactions with the said related parties during the year).

8. There are no incidents of impairment of assets under Accounting Standard AS-28 during the financial year.
9. There is no sum due to be paid to any Small Scale Industrial undertaking and micro enterprises and small enterprises in terms of the provisions of Micro, Small and Medium Enterprises Development Act, 2006.
10. Balances under Sundry Debtors, Sundry Creditors, Advances Recoverable and Other Liabilities are subject to confirmation where applicable.
11. Previous year's figures are regrouped/reclassified to conform with the presentation for the current year.

As per our report attached hereto

For and on behalf of the Board

for Abarna & Ananthan
Chartered Accountants

Sd/
G.Madhavan Nair
Chairman

Sd/-
S.V.Ranganath
Director

Sd/-
S.Ananthan
Partner
Membership No. 26379

Sd/-
K.R.Sridhara Murthi
Managing Director

Place: Bangalore
Date: 30.07.2008

Place: Bangalore
Date: 30.07.2008

BALANCE SHEET ABSTRACT AND COMPANY GENERAL BUSINESS PROFILE

I. Registration Details

Registration No. : CIN - U85110KA1992PLC013570
Balance Sheet Date : 31st March 2008

II. Capital Raised During the Year (Amount in Rs. Thousand)

Public Issue	: Nil	Right Issue	: Nil
Bonus Issue	: Nil	Private Placement	: Nil

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

Total Liabilities	: 3654880	Total Assets	: 3654880
Sources of Funds:		Applications of Funds:	
Paid up Capital	: 10000	Net Fixed Assets	: 3320
Secured Loans	: Nil	Net Current Assets:	: 3633289
Reserves and Surplus	: 3644880	Investments	: Nil
Unsecured Loans	: Nil	Misc Expenditure	: Nil
		Accumulated Losses	: Nil
		Deferred Tax Asset	: 18271

IV. Performance of Company (Amount in Rs. Thousand)

Turnover including		Expenditure including	
other Income	: 9402625	depreciation and provision	: 7717351
Profit before Tax	: 2611018	Profit after Tax	: 1685274
Earning per Share in Rs	: 16852.75	Dividend Rate	: 3371%

V. Generic Names of Three Products

Item Code No (ITC Code)	: 8525 20 99
Product Description	: Satellite Data Products
Item Code No. (ITC Code)	: 8525 20 92
Product Description	: Data Archival System
Item Code No. (ITC Code)	: 8803 90 00
Product Description	: Solar Sail

As per our report attached hereto

For and on behalf of the Board

for Abarna & Ananthan
Chartered Accountants

Sd/-
G.Madhavan Nair
Chairman

Sd/-
S.V.Ranganath
Director

Sd/-
S.Ananthan
Partner
Membership No. 26379

Sd/-
K.R.Sridhara Murthi
Managing Director

Place: Bangalore
Date: 30.07.2008

Place: Bangalore
Date: 30.07.2008

CASH FLOW STATEMENT

Figures in Rupees

	For the Year ending 31.03.2008		For the Year ending 31.03.2007	
Cash flow from operating activities:				
Net Profit before taxation		2,611,018,821		1,591,862,362
Adjustment for :				
Depreciation	937,521		942,275	
Provision for Gratuity	28,608		22,276	
Bank Foreign currency Translation variance	(11,361,070)		(16,061,300)	
Interest Receipt from Bank	(908,531,435)		(553,918,194)	
Income from Investment	-	(918,926,376)	(9,700,241)	(578,715,184)
Operating Profit before working capital changes		1,692,092,445		1,013,147,178
Increase in Sundry Creditors	1,114,870,278		65,225,647	
Increase in other Creditors	2,083,641,703		4,739,220,435	
Increase in Sundry Debtors	(2,781,665,097)		(1,125,886,699)	
Increase in Advances	(1,002,398,085)	(585,551,201)	(892,109,600)	2,786,449,783
Cash generated from operations		1,106,541,244		3,799,596,961
Income tax /FBT/DDT Paid		522,479,981		292,188,136
Net cash from operating activities		584,061,263		3,507,408,825
Cash flow from investing activities:				
Purchase of Fixed Assets	(1,440,734)		(506,533)	
Proceeds from sale of equipments	1,000			
Bank Foreign currency Translation variance	11,361,070		16,061,300	
Interest Receipt from Bank	908,531,435		553,918,194	
Income from Investment	-		9,700,241	
Increase in Accrued interest from Banks	(202,508,621)		(111,730,996)	
Decrease in Investments	-		45,000,000	

Net cash from investing activities		715,944,150		512,442,206
Cash flow from financing activities:				
Dividend Paid	(81,500,000)		(252,600,000)	
Interest Paid to Bank	(24,686)		—	
Net cash used in financing activities		(81,524,686)		(252,600,000)
Net increase in cash and cash Equivalents		1,218,480,727		3,767,251,031
Cash and cash equivalents at the beginning of the year		8,425,182,538		4,657,931,507
Cash and cash equivalents at the end of the year		9,643,663,265		8,425,182,538

As per our report attached hereto

For and on behalf of the Board

for Abarna & Ananthan
Chartered Accountants

Sd/-
G.Madhavan Nair
Chairman

Sd/-
S.V.Ranganath
Director

Sd/-
S.Ananthan
Partner
Membership No. 26379

Sd/-
K.R.Sridhara Murthi
Managing Director

Place: Bangalore
Date: 30.07.2008

Place: Bangalore
Date: 30.07.2008



Antrix Corporation Limited

Antariksh Bhavan, New BEL Road, Bangalore - 560 094, India
Phone: +91 80 2341 6273/74, Fax: +91 80 2341 8981