



**18TH ANNUAL REPORT
2010-2011**

CLARUS INFRASTRUCTURE REALITIES LIMITED

(Formerly Known as Clarus Finance and Securities Limited)



REGISTERED OFFICE:-

7/A, 2nd Floor, Beaumont Chambers,
N. M. Road, Fort, Mumbai - 400 001.

E-Mail: clarus123@gmail.com



BOARD OF DIRECTORS

MANAKCHAND JAIN : NON-EXECUTIVE DIRECTOR
HARSH JAIN : NON-EXECUTIVE DIRECTOR
AKHILESH JAIN : INDEPENDENT DIRECTOR

AUDITORS

TUSHAR PAREKH AND ASSOCIATES
11, SOPARIWALA HOUSE,
293,PDAMSHI MANSION
MARIN LINES, MUMBAI-400 002

BANKERS

ALLAHABAD BANK,
KALBADEVI BRANCH, MUMBAI
HDFC BANK, FORT BRANCH, MUMBAI

REGISTRAR & SHARE TRANSFER AGENT

ADROIT CORPORATE SERVICES PVT LIMITED
19, JAFFERBHOY INDUSTRIAL ESTATE,
MAKWANA LANE, MAROL NAKA,
ANDHERI (E), MUMBAI-400 059.

REGISTERED OFFICE:-

7/ A, 2ND FLOOR,
BEAUMOON CHAMBERS,
N. M. ROAD, FORT,
MUMBAI - 400 001.
TEL. NO. : 022-22674411
E-mail : clarus123@gmail.com

CONTENTS

Page No.

Notice	1-2
Directors' Report.....	3-4
Management Discussion & Analysis.....	5-6
Corporate Governance Report.....	7-13
Auditors Report	14-16
Balance Sheet	17
Profit & Loss Account.....	18
Schedules	19-28
Abstract.....	29
Cash Flow Statement.....	30
Proxy/Attendance Slip.....	31
E-mail Registration Form.....	32

18TH ANNUAL REPORT 2010-2011

NOTICE

NOTICE is hereby given that the 18th Annual General Meeting of the Members of **M/s. CLARUS INFRASTRUCTURE REALTIES LIMITED** will be held **on Saturday, the 31st December, 2011** at 9.30 A.M. at Pranjali School Auditorium, Ground Floor, 155/157, August Kranti Marg, Next to Stephens Church, Kemps Corner, Mumbai- 400036 to transact the following business:

ORDINARY BUSINESS:-

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2011, the Profit & Loss Account for the year ended on that date and the Reports of the Board of Directors and the Auditors thereon.
2. To appoint a director in place of Shri Harsh Jain, who retires by rotation and being eligible offers himself for re -appointment.
3. To appoint M/s. Tushar Parekh & Co., Chartered Accountants, Mumbai as Auditors of the Company to hold office from the conclusion of this meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

By Order of the Board

Place : Mumbai

Date : November 14, 2011

Manakchand Jain
(Director)

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.**
2. Members are requested to notify any correction / change in their name / address including Pin Code number to the Registrar & Share Transfer Agents (RTA) M/s Adroit Corporate Services Private Limited, 19, Jafebhoy Industrial Estate, 1st Floor, Makwane Road, Marol Naka, Andheri (E), Mumbai - 400059.
2. Members are requested to kindly mention their Folio Number / Client ID Number (in case of demat shares) in all their correspondence with the Companies Register in order to reply to their queries promptly.
3. Members are requested to bring the Notice of the meeting along with the Attendance Slip with them duly filled in and hand over the same at the entrance of the Meeting Hall.
4. The Register of Members and Share Transfer Books of the Company will remain closed from Tuesday, December 27, 2011 to Saturday, December 31, 2011 (both day inclusive).

5. Members desirous of obtaining any information concerning Accounts and Operations of the Company are requested to address their questions in writing to the Company at least 7 days before the date of the Meeting so that the information required may be made available at the Meeting.
6. As per the provisions of the Companies Act, 1956, facility for making nomination is available for Members of the Company in respect of shares held by them. The Members, who wish to nominate a person, may furnish the required details to the Company in prescribed form.
7. The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and has issued circulars stating that service of notice/documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participants. Members who hold shares in physical form are requested to register the same with our Registrar & Share Transfer Agent M/s Adroit Corporate Services Private Limited, Jafferbhoy Industrail Estate, Makwana Lane, Andheri(E), Mumbai-- 400059 .
8. Information required to be furnished under clause 49 of the Listing Agreement for directors seeking appointment / reappointment in forthcoming Annual General Meeting

Name of the Director	:	Harsh Jain
Date of Birth	:	20/08/1990
Date of Appointment	:	15/06/2009
Expertise	:	Accounts and Business Administration
Qualification	:	B.com
Other Directorship	:	Vintel Securities Private Limited
Chairman / Members of the Committee in other Companies	:	N.A
No. of Shares held in the Company	:	3,00,000

DIRECTOR'S REPORT

To,
The Members
Clarus Infrastructure Realties Limited

Your Directors have pleasure in presenting the 18th Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2011.

FINANCIAL HIGHLIGHTS**(Rupees in Lakhs)**

Particulars	2010-2011	2009-2010
Total Income	4704.52	1600.32
Profit / Loss before Interest, Depreciation and Tax	(216.17)	418.65
Interest	55.97	9.99
Deprecation	0.28	0.22
Profit / Loss before Taxation	(272.42)	408.44
Tax Adjustments of earlier years	0.03	0.09
Provision for Taxation	0.03	73.68
Profit / Loss after Taxation	(272.48)	334.67
Balance brought forward	(185.45)	(520.12)
Balance carried to Balance Sheet	(457.93)	(185.45)

DIVIDEND

In view of losses, the Directors do not recommended any dividend for the year ended 31st March 2011.

DEPOSITS

The Company has not accepted any Fixed Deposits within the meaning of Section 58A of the Companies Act, 1956 and the rules made there under during the year under review.

MERGER

The company is in the process of merger with Scan Steels Limited, A Renowned multi plant Steel Company and mainly into re-rolling, Iron Bar and having an integrated steel plant located at Rajagangpur, Orissa. After the merger the net worth of the merged entity will be more than 200 Crores. The approval of Hon'ble High courts are still Pending. Once the scheme of merger gets approved, the members of the Company will immensely benefit out of this merger.

DIRECTORS

Mr. Ramesh Chandra Mishra resigned from the Board with effect from 2nd May, 2011. The Directors wish to place on record their appreciation for the valuable services rendered by them during their tenure as Directors of the Company.

Mr. Harsh Jain, who retires by rotation and being eligible, offers himself for re - appointment.



DIRECTORS RESPONSIBILITY STATEMENT

In terms of Section 217 (2AA) of the Companies Act, 1956, your director's state:

- a) That in the preparation of the annual accounts for the year ended 31st March 2011; the applicable accounting standards have been followed along with proper explanation relating to material departures, if any.
- b) That 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 as at 31st March 2011 and of the loss of the Company for the year ended on that date.
- c) That the directors had 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.
- d) That the annual accounts have been prepared on a going concern basis.

AUDITORS

M/s. Tushar Parekh and Co., Chartered Accountants, Mumbai will retire at the conclusion of the ensuing Annual General Meeting and are eligible for reappointment.

CORPORATE GOVERNANCE REPORT

A report on Corporate Governance has been provided in the Annual Report. The Auditors certificate on Corporate Governance forms an annexure to this report.

LISTING ON STOCK EXCHANGE

The Company continues to remain listed with Bombay Stock Exchange Limited and annual listing fee for the same has been paid.

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

Details with regards to conservation of energy, technology absorption, foreign exchange earnings and outgo, in accordance with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 are not applicable to the Company.

PARTICULARS OF EMPLOYEES

During the year under review there were no employees receiving remuneration of or in excess of limits prescribed as per the provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

ACKNOWLEDGEMENTS

The Directors are grateful to all the stakeholders including the customers, bankers, suppliers and employees of the Company for their co-operation and assistance during the year.

For and on behalf of the Board

Place : Mumbai

Date : November 14, 2011

Manakchand Jain
(Director)

Harsh Jain
(Director)

MANAGEMENT DISCUSSION AND ANALYSIS

The Management of Clarus Infrastructure Realties Limited presents its report covering performance and outlook of the Company. The report has been prepared in compliance with the Corporate Governance requirement prescribed in the Listing Agreement. The management accepts responsibility for the integrity and objectivity of the financial statements. The Company has recently ventured into realty business besides trading in securities. The Management discussions and analysis is given hereunder:-

a) Industry structure and development:

The real estate development has been the back bone of the sustained growth and is playing a pivotal role in strengthening the economy of India. The ambit of real estate sector broadly covers residential, commercial and retails segment. Constantly upcoming new projects have taken the real estate sector to its new heights. The growth witnessed by the real estate sector is mainly influenced by the GDP growth, increased urbanization, an expanding middle class as well as growth across various sectors. These trends have reinforced the substantial growth in Indian economy which has stipulated the demand in real estate across various verticals. During the year under consideration, the Real Estate sector has seen a mixed response from the consumers.

b) Opportunities and threats:

Key growth drivers and optimism for the real estate sector encompass a vibrant economy, better employment prospects, improving salary structures, improving sentiment among potential buyers, potential for increasing urbanisation and favourable demographics. Important factors that could make a difference to the Company's operations include economic conditions affecting demand and supply and price conditions in domestic and international market, changes in Government regulations, tax regimes, economic developments and other related and incidental factors.

c) Segment-wise performance:

The Company has two principal streams of activities mainly in the business viz Infrastructure and Trading. Segment wise performance is given at Note no.11 of Schedule 14 i.e. Significant Accounting Policies & Notes to Accounts.

d) Business Outlook

The Company is currently engaged in infrastructure and trading activity and is looking for new avenues of business in various areas like steel and steel related products. Since Infrastructure has linkages to other industries like cement, brick and steel through backward and forward linkages. The outlook for the industry looks reasonable, since India has good iron ore deposits, skilled manpower and growing demand for steel. The improved demand is expected to continue in the current fiscal as well on the back of ongoing government funded infrastructure projects. In spite of a downturn in the Global Steel demand, Indian steel demand could survive showing an upward trend, setting a road ahead for the growth of the domestic steel industry in the long run. The upward trend is expected to be continued on account of fiscal measures taken by the Government such as infusion of funds for development of infrastructure sector, introduction of stimulus packages for revival of industry besides factors like increase in consumption and production of steel, upcoming infrastructure and Greenfield projects, stabilization of prices etc. The National Steel Policy has a target for taking Indian Steel production upto 110 MT by 2019-20.

e) Risk and concerns:

India's Real Estate market is largely unorganised and dominated by a large number of small players (with limited corporate or large/international names on the national scene yet). Key risks synonymous to the real estate industry include the global recessionary trend, economic slowdown, increase in financial charges, non-availability (or undue increase in cost) of raw materials, such as land, cement, steel and labour, coupled with market fluctuations.

The Company does not apprehend any inherent risk in the real estate industry in the long run, with the exception of certain primary concerns that have afflicted the progress of real estate industry in general, like:

- Restrictive legislation and related adverse changes, if any, in governmental policies relating to real estate.
- Limited investment from the organised sector.
- Real estate is one of the most overburdened tax segments in the country.
- Rising inflation.
- High interest rate.
- Volatile global economic environment.

The Company is exposed to risks from market fluctuation of interest rate and stock market fluctuation of the share prices.

f) Internal control system:

Your Company has appropriate internal control systems relating to its areas of operations. The internal control systems lay emphasis in financial reporting and compliance with applicable rules and regulations.

Necessary control systems and procedures have been established to ensure that the Company's control systems are adequately followed and all statutory requirements are complied with.

g) Discussion on financial performance with respect to operating performance:

The operating performance of the Company has been discussed in Directors Report under the head 'Financial Highlights in the current year.

The financial performance of the Company directly correlates to its enhanced operational performance, which extended to several new projects in the real estate and infrastructure development & construction space during the year.

h) Material developments in Human Resources

The Company cares for its personnel and considers as their assets and strives to develop an atmosphere where employees can prosper and work to deliver high performance. The management and the employees are dedicated to achieve the vision, corporate objectives and the goals of the organisation in step, and as one.

CORPORATE GOVERNANCE REPORT

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company strongly believes that Good Corporate Governance is a pre-requisite for enhancing shareholder value and its image in the prevailing competitive business scenario. The Company believes in high standards of corporate governance and has put in place the systems to comply with all the rules, regulations and requirements mentioned in Clause 49 of the Listing Agreement. The policies and practices of the Company are aimed at efficient conduct of business and effectively meeting its obligations to shareholders, customers, employees and society at large. The Company has consistently sought to improve its focus by increasing transparency and accountability to all its stakeholders.

COMPOSITION OF BOARD OF DIRECTORS

The Board of Directors as on 31st March, 2011 consist of 4 Directors out of whom 2 (Two) are Independent Directors. The Chairman of the Company is Non Executive Director. The composition of Board is in conformity with Clause 49 of the Listing Agreement entered into with the Stock Exchange.

Name	Category	No. of Directorship held in Public Limited and Private Company		No. of Board Committee position held in other Public Limited Companies	
		Private	Public	Private	Public
Shri Manakchand Jain	Non-Executive	3	-	-	-
Shri Harsh Jain	Non-Executive	1	-	-	-
Shri Akhilesh Jain	Independent	7	-	-	-
Shri Ramesh Chandra Mishra	Independent				

Note: - Shri Ramesh Chandra Mishra resigned w.e.f. 02nd May, 2011.

BOARD MEETINGS

The Board held 6(Six) meetings during the year 2010-2011 on 29.05.2010, 09.07.2010, 13.08.2010, 20.08.2010, 27.10.2010 and 12.02.2011.

Attendance of Directors at Board Meetings and at the Annual General Meetings

Name of the Director	No. of Board Meetings Attended	Whether Last AGM Attended
Shri Manakchand Jain	6	YES
Shri Harsh Jain	5	YES
Shri Akhilesh Jain	5	YES
Shri Ramesh Chandra Mishra	5	YES

The Board ensures compliance of all laws applicable to the company and takes steps to rectify non-compliance, if any

AUDIT COMMITTEE

- The Audit Committee of the company is constituted in line with provision of Clause 49 of the Listing Agreement with the Stock Exchange read with Section 292A of the Companies Act, 1956.
- The Company's Audit Committee comprises of the following Directors :-
 1. Shri Akhilesh Jain - Chairman
 2. Shri Harsh Jain - Member
 3. Shri Manakchand Jain - Member
- The terms of reference of the Audit Committee are broadly as under:
 - a) To review financial statements and pre-publication announcements before submission to the Board.
 - b) To ensure compliance of internal control systems and action taken on internal audit reports.
 - c) To apprise the Board on the impact of accounting policies, accounting standards and legislation.
 - d) To hold periodical discussion with statutory auditors on the scope and content of the audit.
 - e) To review the Company's financial and risk management policies.
- During the year 2010-2011 the Audit Committee met Four (4) times on 29.05.2010, 13.08.2010, 28.10.2010, 12.02.2011. The attendances of the members of the Committee are given below:

Name	Category	No of Meetings during the Year 2010 - 2011	
		Held	Attended
Shri Akhilesh Jain	Chairman	4	4
Shri Harsh Jain	Member	4	4
Shri Manakchand Jain	Member	4	4

REMMUNERATION COMMITTEE

The Company has not formed a remuneration committee.

INVESTORS' GRIEVANCE & SHARE TRANSFER COMMITTEE

The Board constituted an investors' grievance committee which looks into shareholders and investors grievances under the chairmanship of Shri. Ramesh Chandra Mishra who is an Independent and Non - Executive director. The committee inter alia approves issue of duplicate certificates and oversees and reviews all matters connected with the transfer of securities. The committee looks into shareholders complaints like transfer of shares, non receipt of balance sheet, non receipt of declared dividends etc., The committee oversees the performance of the Registrar and Transfer Agents and recommends measures for overall improvement in the quality of investor services. The Board of Directors has delegated the power of approving transfer of securities to M/s. Adroit Corporate Services Private Limited.

Composition of Committee

- Shri Ramesh Chandra Mishra* - Chairman
- Shri Harsh Jain - Member
- Shri Akhilesh Jain - Member

***Resigned w.e.f May 2, 2011.**

The total no. of complaints received and complied during the year are as follows:-
Received - 2 Complied - 2 Pending - 0

18TH ANNUAL REPORT 2010-2011

CEO/CFO CERTIFICATION

A Certificate from the Director on the financial statements of the Company was placed before the Board.

GENERAL BODY MEETINGS

Location and Time of Last 3 Annual General Meetings

DATE	TIME	VENUE
27.09.2008	10.00 A.M.	1st Floor, Badukwala Bldg, British Hotel Lane, Mumbai - 400 001.
27.10.2009	10.00 A.M.	7/A, 2nd Floor, Beaumoon Chambers, 27/33, N.M. Road, Fort, Mumbai - 400 001.
28.09.2010	11.00A.M.	155/157, August Kranti Marg, Next to Stephens Church, Kemp's Corner, Mumbai - 400 036.

POSTAL BALLOT

During the year ended 31st March, 2011, no resolution was passed by the Company's shareholder requiring voting by Postal Ballot. At the ensuing Annual General Meeting also, there is no resolution proposed to be passes through Postal Ballot.

DISCLOSURES

During the year 2009-10 the Company had no materially significant related party transactions, which is considered to have potential conflict with the interest of the Company at large. The disclosures as to related party transaction is disclosed in the notes to accounts.

There were no instances of non-compliance, penalties, strictures imposed on the Company by the stock exchanges, SEBI or any other statutory authority on any matter relating to the capital markets during the last 3 years.

MEANS OF COMMUNICATION

Quarterly, Half-yearly and Annual results and other required information for the Company are being published in an English financial daily (Asian Age) and a vernacular newspaper (Mumbai Mitra).

DEMATERIALISATION OF SECURITIES

The Company's Shares are available for trading in the Depository System both at the National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). Demat Status of the Company as on March 31, 2011 is as under

Particulars	No. of Shareholders	No. of Shares	%
CDSL	409	6331335	35.57
NSDL	614	11168965	62.74
	1023	17500300	98.31
PHYSICAL	1245	300000	1.69
TOTAL	2268	17800300	100.00



GENERAL SHAREHOLDERS INFORMATION

Time : 9.30 A.M.
 Day : December 31, 2011
 Venue : Pranjali School Auditorium, Ground Floor,
 155/157, August Kranti Marg, Next to Stephens Church,
 Kempes Corner, Mumbai- 400036

Financial Calendar (tentative and subject to change)

Financial Year : 1st April to 31st March

The Company expects to announce the quarterly/yearly results for the year 2011-2012, as per the following schedule:

Financial Reporting for the quarter ending June 30, 2011	Within 45 days from end of quarter ending June 30, 2011.
Financial Reporting for the quarter ending September 30, 2011	Within 45 days from end of quarter ending September 30, 2011
Financial Reporting for the quarter ending December 31, 2011	Within 45 days from end of quarter ending December 31, 2011.
Financial Reporting for the quarter ending March 31, 2012	Within 60 days from end of quarter ending March 31, 2012.

Book closure Date : 27.12.2011(Tuesday) to 31.12.2011(Saturday) (both days inclusive)
 Dividend Payment Date : Not Applicable as no dividend has been recommended.
 Listing on Stock Exchange : The Bombay Stock exchange Limited
 Stock /Scrip Code : BSE-511672
 ISIN Numbers in NSDL & : INE099G01011
 CDSL for Equity Shares
 Share transfer system : Share transfer would be registered and returned within a period of 30 days from the date of receipt, if the documents are in order in all respects.
 Registrar & Transfer Agents. : Adroit Corporate Services Private Limited
 19, Jaferbhoy Industrial Street, Makwana Road
 Marol Naka, andheri(E), Mumbai- 400 059
 Outstanding GDS/ADRs : Nil
 Plant location : Not applicable
 Market Price Data : High /Low price quotation in each month of the last financial year 2010-2011 on the Bombay Stock Exchange is given below

18TH ANNUAL REPORT 2010-2011

Month	Highest (Rs.)	Lowest (Rs.)	Volume of Shares Traded
April, 2010	18.95	16.05	115984
May, 2010	20.00	13.10	73056
June, 2010	27.94	13.65	150003
July, 2010	53.25	29.30	765610
August, 2010	54.85	37.00	382805
September, 2010	44.00	36.95	128995
October, 2010	50.80	37.05	187219
November, 2010	63.70	44.00	560489
December, 2010	93.00	64.85	801883
January, 2011	97.00	71.50	332821
February, 2011	100.00	66.85	729984
March, 2011	132.00	94.00	5816646

DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2011

Share holding of Nominal Value	Share Holders		Shares Held	
	Number	% of Total	Numbers	% of Total
1-5000	2131	93.96	762330	4.28
5001- 10,000	27	1.19	199184	1.41
10,001-20,000	17	0.75	280870	1.58
20,001-30,000	15	0.66	407467	2.29
30,001-40,000	3	0.13	120000	0.67
40,001-50,000	8	0.35	378687	2.13
50,001-60000	3	0.13	176000	0.99
60,001-70,000	1	0.04	70000	0.39
70,001-80,000	3	0.13	235000	1.32
80,001-90,000	5	0.22	440150	2.47
90,001-1,00,000	6	0.26	591704	3.32
1,00,001 and above	49	2.16	14138908	79.43
Total	2268	100	17800300	100.00

SHAREHOLDING PATTERN AS ON 31ST MARCH, 2011

CATEGORY	No. of Shares Held	% of Shareholding
Promoters	757920	4.26
Banks, Financial Institution, Insurance Companies	4300	0.02
Private Corporate Bodies	4030200	22.64
Indian Public	12865410	72.28
NRI / OCBs	407	
Clearing Members	142063	0.80
Total	17800300	100



MANAGEMENT RESPONSIBILITY STATEMENT

The financial statements are in full conformity with the requirements of the Companies Act, 1956 and the Accounting Standards issued by the Central Government. The Management of Company accepts responsibility for the integrity and objectivity of these financial statements, as well as, for estimates and judgments relating to matters not concluded by the year-end. The management believes that the financial statements reflect fairly the form and substance of transactions and reasonably presents the company's financial condition, and results of operations. To ensure this, the Company has installed a system of internal controls, which is reviewed, evaluated and updated on an ongoing basis. Our auditors have conducted audits to provide reasonable assurance that the company's established policy and procedures have been followed. However, there are inherent limitations that should be recognised in weighing the assurances provided by any system of internal controls. These financial statements have been audited by M/s. Tushar Parekh and Co., Chartered Accountants, Mumbai, the Statutory Auditors of the Company.

For and Behalf of the Board

**MANAKCHAND JAIN
DIRECTOR**

Place: Mumbai

Date : November 14, 2011

CODE OF CONDUCT DECLARATION

Pursuant to clause 49I(D) of the listing agreement entered into with the stock exchange , I hereby declare that all the Board members and senior management personnel of the company have affirmed compliance with the code of conduct for the year ended March 31, 2011.

For and Behalf of the Board

**MANAKCHAND JAIN
DIRECTOR**

Place: Mumbai

Date : November 14, 2011

COMPANY SECRETARY REPORT ON CORPORATE GOVERNANCE

I have reviewed the records concerning the Company's compliance of conditions of corporate Governance procedures as stipulated in Clause 49 of Listing Agreement entered into by the Company with the Stock Exchanges, for the financial year ended on 31st March, 2011.

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

I have conducted our review on the basis of the relevant records and documents maintained by the company and furnished to us for review and the information and explanations given to us by the company. Based on such review, in our opinion, the Corporate Governance Report of the company, referred to above, reflects on a fair basis the status of compliance by the company with the Clause 49 of the Listing Agreement of Stock Exchanges, relating to Corporate Governance, for the FY 2010-11 and that no investors grievance is pending for a period exceeding one month against the Company as per the records mentioned by the Share Department/Share Transfer Agent of the Company.

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

Satyajit Mishra

Company secretary in practice

FCS : 5759

Place : Mumbai

Date : 14/11/2011



AUDITOR'S REPORT

To the Members,
M/s Clarus Infrastructure Realities Limited

1. We have audited the attached Balance Sheet of M/s. Clarus Infrastructure Realities Limited as at 31st March, 2011 and also the Profit and loss Account and the Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Auditing Standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

2. As required by the Companies (Auditors' Report) Order, 2003 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.

3. Further to our comments in the Annexure referred to in paragraph 2 above, 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;
- b) In our opinion, proper books of account, as required by law, have been kept by the Company, so far as appears from our examination of those books;
- c) The Balance Sheet, Profit Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- d) In our opinion the Balance Sheet, Profit and Loss Account and Cash Flow Statements dealt with by this report comply with the mandatory Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 **except for Accounting Standard 15 "Accounting for Employee Benefits" in respect of leave encashment and Gratuity liability not provided as explained in note 7 of Schedule 14;**
- e) On the basis of written representations received from the directors, and taken on record by the Board of Directors, in our opinion none of the director is disqualified as on 31st March, 2011 from being appointed as directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act 1956 as on that date.
- f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts *subject to the effects of matters discussed in para (f) above* read together with the Significant Accounting Policies and other notes thereon give the information required by the

Companies Act, 1956, in the manner so required, and present a true and fair view, in conformity with the accounting principles generally accepted in India:

- i. in so far as it relates to Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
- ii. in so far as it relates to the Profit and Loss Account, of the Loss for the year ended on that date;
- iii. in case of Cash Flow Statement of the cash flows for the year ended on that date.

For Tushar Parekh and Associates
Chartered Accountants
(FRN: 117307W)

CA Tushar Parekh
Proprietor
Membership No: 103230

Place : Mumbai
Date : 27th July, 2011

18TH ANNUAL REPORT 2010-2011

Annexure to the Auditors' Report

(Referred to in Paragraph 3 of our report of even date)

Based upon the information and explanations furnished to us, and the books and records examined by us in the normal course of our audit, we report that to the best of our knowledge and belief:

1. In respect of its fixed assets:
 - a) As explained to us, the company is in the process of maintaining proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information. *As on the date of signing of this report the register was not available for verification.*
 - b) According to the information and explanations given to us, the fixed assets of the company have been physically verified at the year-end, which in our opinion is reasonable, having regard to the size of the company and nature of its assets. As per the management representation, no material discrepancies have been reported on such verification as compared to book records.
 - c) In our opinion and according to the information and explanations given to us, the Company has not disposed of substantial part of fixed assets during the year and the going concern status of the Company is not affected.
2. In respect of its inventories:
 - a) As explained to us, inventories of shares have been physically verified by the management at regular intervals during the year.
 - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories of shares followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
 - c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of inventories of shares. As explained to us, there was no material discrepancies noticed on physical verification of inventory as compared to the book records.
3. In respect of loans, secured or unsecured, granted or taken by the Company to/from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956:
 - a) The Company had granted interest free unsecured loans to a company covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year aggregate to ₹ 4,10,000/- and the year-end balance in respect of these loans was ₹ Nil ;
 - b) In our opinion and according to the information and explanations given to us, the terms and conditions on which such loans had been granted are not, prima facie prejudicial to the interest of the Company;
 - c) The principal amounts were payable on demand and there were no written stipulations as to the repayment schedule;
 - d) In respect of said loans, these have been repaid during the year and hence the question of overdue amounts as such does not arise;
 - e) The Company had taken interest free unsecured loans from three parties covered in the register maintained u/s. 301 of the Companies Act, 1956. The maximum amount involved during the year aggregate to ₹ 1,35,00,000/- and the year-end balance in respect of these loans was ₹ Nil;
 - f) In our opinion and according to the information and explanations given to us, the terms and conditions on which such loans had been taken are not, prima facie prejudicial to the interest of the Company;
 - g) In respect of said loans, these have been repaid during the year and hence the question of overdue amounts as such does not arise.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and with regard for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
5. To the best of our knowledge and belief and according to the information and explanations given to us, the particulars of contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.

To the best of our knowledge and according to the information and explanations given to us, there were no transactions in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956, aggregating during the year to ₹ 5,00,000/- (Rupees five lacs) or more in respect of any party.

6. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of section 58A and section 58AA or other relevant provisions of the of the Companies Act, 1956 and Companies (Acceptance of Deposits) Rules, 1975 with regard to acceptance of deposits from the public.
7. *There is no internal audit system prevalent in the Company.*
8. According to information and explanations give to us, Central Government has not prescribed maintenance of Cost Records under Section 209(1)(d) of the Companies Act, 1956 in respect of business activities of the Company.
9. In respect of statutory dues:
 - a) According to the records of the Company, and according to the information and explanations given to us, the company is generally regular in depositing undisputed statutory dues including Investor Education & Protection Fund, Income-Tax, Service tax and other material statutory dues applicable to the company with the appropriate authorities during the year.
 - b) According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2011 for a period of more than six months from the date of becoming payable.
 - c) According to the records of the Company, and as per information and explanations given to us there are no disputed statutory dues outstanding during the year.
10. The accumulated losses of the Company at the end of the financial year are not less than 50% of its net worth. The Company has incurred cash loss in the current financial year and had not incurred cash loss in the immediately preceding financial year.
11. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. The company has not issued any debentures.
12. In our opinion and according to the information and explanations given to us, the company has not granted any 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/mutual benefit fund/society.
14. As per information and explanation given to us and books and records produced before us, the company is dealing and trading in shares and securities and proper records have been maintained of transactions and contracts and timely entries have been made therein. Also, shares and securities have been held by the company in its own name.
15. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
16. The Company has not obtained any term loans during the year.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, funds raised on short-term basis during the year have not been used for long-term investments.
18. According to the information and explanations given to us, during the year, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures during the year.
20. The Company has not raised any money by way of public issue during the year covered by our audit report.
21. To the best of our knowledge and according to the information and explanations given to us by the management, no fraud on or by the Company has been noticed or reported during the year that causes the financial statements to be materially misstated.

For Tushar Parekh and Associates
Chartered Accountants
(FRN: 117307W)

CA Tushar Parekh
Proprietor
Membership No: 103230

Place: Mumbai
Date: 27th July, 2011

18TH ANNUAL REPORT 2010-2011

Balance sheet as on 31st March, 2011

	Schedule	2011	2010
Sources of Funds			
Share Holders Funds			
Share Capital	1	178,003,000	178,003,000
Loan Funds			
Unsecured Loans	2	-	48,050,000
Deferred Tax		12,787	9,018
	Total	<u>178,015,787</u>	<u>226,062,018</u>
Application of Funds			
Fixed Assets			
	3		
Gross Block		429,271	297,271
Less : Depreciation-to-date		<u>263,874</u>	<u>235,451</u>
Net Block		165,397	61,820
Current Assets , Loans and Advances			
	4	225,059,819	99,336,594
Cash and Bank Balance	5	2,746,619	(4,758,110)
Loans and Advances	6	120,414,521	124,143,924
	(A)	<u>348,220,959</u>	<u>218,722,408</u>
Less : Current Liabilities and Provisions			
Current Liabilities	7	209,164,745	4,264,900
	8	7,000,000	7,002,400
	(B)	<u>216,164,745</u>	<u>11,267,300</u>
Net Current Assets	(A-B)	132,056,214	207,455,108
Profit and Loss Account (Debit)	-	45,794,176	18,545,090
	Total	<u>178,015,787</u>	<u>226,062,018</u>

Significant Accounting Policies and Notes to Accounts 14

The schedules referred to above and notes to accounts form an integral part of the Balance Sheet
As per our report of even date

**For Tushar Parekh and Associates
Chartered Accountants**

CA Tushar Parekh
Proprietor
Membership No: 103230
Place : Mumbai
Date : 27th July, 2011

**For and on behalf of the Board of Directors of
Clarus Infrastructure Realities Limited**

Manakchand Jain Harsh Jain
Director **Director**



Profit and Loss Account for the year ended 31st March, 2011

	Schedule	Current Year	Previous Year
Income			
Income from Operations	9	463,252,163	88,670,963
Other Income	10	7,199,959	71,361,283
Increase/(Decrease) in stock	11	125,723,225	75,281,269
		<u>596,175,346</u>	<u>235,313,515</u>
Expenditure			
Purchases and Direct Expenses	-	616,256,865	151,316,278
Administrative Expenses	12	1,535,254	42,132,300
		<u>617,792,119</u>	<u>193,448,578</u>
Profit/(Loss) before Interest, Depreciation and Taxation		(21,616,773)	41,864,937
Financial Charges	13	5,596,623	998,819
Depreciation	3	28,423	21,711
Profit/(Loss) before taxation		<u>(27,241,819)</u>	<u>40,844,407</u>
Less : Tax adjustments of earlier years		3,498	9,276
		<u>(27,245,317)</u>	<u>40,835,131</u>
Less : Provision for Taxation			
Current Tax		-	7,000,000
Deferred Tax		3,769	367,795
Profit/(Loss) after taxation		<u>(27,249,086)</u>	<u>33,467,336</u>
Debit balance brought forward from previous year		(18,545,090)	(52,012,426)
Balance carried to Balance sheet		<u>(45,794,176)</u>	<u>(18,545,090)</u>
Earning per share		-	1.88

Significant Accounting Policies and Notes to Accounts 14

The schedules referred to above and notes to accounts form an integral part of the Profit and loss account

As per our report of even date

**For Tushar Parekh and Associates
Chartered Accountants**

**For and on behalf of the Board of Directors of
Clarus Infrastructure Realities Limited**

CA Tushar Parekh
Proprietor
Membership No: 103230

Manakchand Jain Harsh Jain
Director **Director**

Place : Mumbai
Date : 27th July, 2011

18TH ANNUAL REPORT 2010-2011

Schedules forming part of the Balance Sheet and Profit and Loss Account

	Current Year	Previous Year
Schedule : 1		
Share Capital		
Authorised		
1,78,00,300 Equity Shares of ₹ 10/- each fully paid up	178,003,000	178,003,000
Of the Above 1,48,00,000 (Previous Year Nil)		
Equity shares of Rs. 10/- each have been allotted as fully paid by preferential allotment		
	<u>178,003,000</u>	<u>178,003,000</u>

Schedule : 2		
Unsecured Loans		
Intercompany Deposits	-	48,050,000
	<u>-</u>	<u>48,050,000</u>

Schedule : 3

Fixed Assets

Description of Assets	Gross Block				Depreciation			
	Balance as at 1.4.2010	Additions	(Deductions)	Balance as at 31.3.2011	Balance as at 1.4.2010	Adjusted during the year	Provided for the year	Balance as at 31.3.2011
Furniture and Fixtures	56,606	-	-	56,606	50,847	-	3,583	54,430
Office Equipment	142,184	-	-	142,184	115,565	-	6,754	122,319
Electrical Fittings	10,000	-	-	10,000	7,109	-	475	7,584
Computer	58,425	59,500	-	117,925	47,381	-	13,541	60,922
Air Conditioner	30,056	53,000	-	83,056	14,549	-	3,428	17,977
Tea-Coffee Machine	-	19,500	-	19,500	-	-	642	642
Total	297,271	132,000	-	429,271	235,451	-	28,423	263,874
Previous Year	(935,244)	-	(637,973)	(297,271)	(851,713)	(637,973)	(21,711)	(235,451)

Schedule : 4

Inventories

(As taken, valued and certified by the management)

(Valued at lower of cost or market value)

Closing Stock of equity shares (Refer Note 5 of Schedule 14)	225,059,819	99,336,594
(Market Value ₹ 22,76,36,615/-, Previous Year. ₹ 17,00,10,504/-)		
	<u>225,059,819</u>	<u>99,336,594</u>

Schedule : 5

Cash and Bank Balance

Cash on hand	61,885	10,875
Balance/(Book overdraft) with Scheduled Banks		
- In current Account	2,624,248	(4,841,028)
	<u>2,746,619</u>	<u>(4,758,110)</u>

	Current Year	Previous Year
Schedule : 6		
Loans and Advances		
(Unsecured, Considered Good)		
Income Tax paid	7,914,521	9,140,897
Others Advances	112,500,000	115,003,028
(Due from Companies under the same management ₹ Nil, Previous Year. ₹ 17,10,000/-)		
(Maximum balance during the year ₹ 17,10,000, Previous Year. ₹ 24,60,000/-)		
(Refer Note 6 to Schedule 14)		
	<u>120,414,521</u>	<u>124,143,924</u>
Schedule : 7		
Current Liabilities		
Statutory Dues Payable	117,606	3,317,784
Sundry Creditors	209,047,139	947,116
	<u>209,164,745</u>	<u>4,264,900</u>
Schedule : 8		
Provisions		
Provision for Taxation		
Balance as per last Balance Sheet	7,000,000	-
Add: Provided during the year	-	7,000,000
	<u>7,000,000</u>	<u>7,000,000</u>
Provision for Fringe Benefit Tax		
	4,559	4,559
Add/(Less): Adjusted during the Year	(4,559)	(2,159)
	<u>7,000,000</u>	<u>7,002,400</u>
Schedule : 9		
Income from operations		
Sale of Shares	457,370,200	88,670,963
Loss in Derivative Transactions	5,881,963	-
	<u>463,252,163</u>	<u>88,670,963</u>
Schedule : 10		
Other Income		
Interest on Income Tax Refund	107,995	50,071
Interest on Loans (TDS ₹ 50,137/- Previous Year ₹ Nil)	501,370	-
Dividend Received	590,593	11,212
Compensation Received (Refer Note 9 of Schedule 14)	6,000,000	-
Business Counselling (TDS ₹ Nil, Previous Year ₹ 78,64,384/-)	-	71,300,000
	<u>7,199,959</u>	<u>71,361,283</u>

18TH ANNUAL REPORT 2010-2011

	Current Year	Previous Year
Schedule : 11		
Increase/(Decrease) in Stock		
Stock as at 31st March	225,059,819	99,336,594
Less : Stock as at 1st April	99,336,594	24,055,325
	<u>125,723,225</u>	<u>75,281,269</u>
Schedule : 12		
Administrative Expenses		
Payments to and Provisions for Employees		
Salaries and Bonus	325,149	104,000
Staff Welfare Expenses	28,522	12,542
Operating Expenses		
Advertisement	27,442	19,387
Printing & Stationery	28,955	32,900
Telephone Expenses	6,553	16,458
Travelling & Conveyance	330,873	13,946
Commission	-	40,000,000
Miscellaneous Expenses	440,279	133,264
Listing Fees	50,000	104,885
Office Rent	-	120,000
Auditors Remuneration	55,150	55,150
Electricity Charges	11,110	-
Professional and Legal Fees	55,150	180,000
Registrar & Transfer Agent Charges	24,000	33,601
Interest on Service Tax	152,072	143,167
Expenses for increase of share capital	-	1,163,000
	<u>1,535,254</u>	<u>42,132,300</u>
Schedule : 13		
Financial Charges		
Bank Charges	4,813	1,618
Interest on Loans	5,591,810	997,201
	<u>5,596,623</u>	<u>998,819</u>

Schedule - 14

Significant Accounting Policies

a. Basis of Preparation of Financial Statements

The financial statements have been prepared to comply in all material respects with the accounting standards notified by Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis. The accountings policies have been consistently applied by the Company and are consistent with those used in the previous period.

b. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, belief that these estimates are reasonable and prudent, actual results may differ from estimates.

c. Revenue Recognition

Incomes/Expenses/Revenues are accounted for on accrual basis in accordance with the Accounting Standard (AS-9) issued by the Institute of Chartered Accountants of India except for dividend and interest on income-tax. Revenue is recognised to the extent that it is probable that the economic benefit will flow to the company and the revenue can be reliably measured.

Sale of shares is accounted when the contract for sale is entered into.

d. Inventories

Stock of equity shares held as stock-in-trade by the company is valued at lower of cost or market value. Cost is determined on "first in first out" basis.

e. Fixed Assets

Fixed Assets are stated at cost including all incidental expenses incurred for bringing the asset to its current position, less depreciation at rates prescribed in Schedule XIV to the Companies Act, 1956, subject to provisions of Accounting Standard 26 "Intangible Assets" issued by Institute of Chartered Accountants of India.

f. Depreciation

Depreciation has been provided on Straight Line Method in accordance with section 205(2) of the Companies Act, 1956 at the rates specified in schedule XIV to the Companies Act, 1956, on pro-rata basis with reference to the period of use of such assets. Assets costing less than ` 5,000/- per item are depreciated at 100% in the year of purchase.

g. Retirement Benefits

All short-term employee benefits are recognised at their undiscounted amount in the accounting period in which they are incurred.

Retirement Benefits in the form of gratuity and leave salary is accounted on payment basis in the year of payment.

h. Income Tax

Provision for current tax is made for the tax liability payable on taxable income after considering the allowances, deductions and exemptions and disallowances if any determined in accordance with the prevailing tax laws.

The differences between the taxable income and the net profit or loss before tax for the period as per the financial statements are identified and the tax effect on the timing differences is recognised as deferred tax asset or deferred tax liability. Deferred Tax Assets on timing differences are recognised only if there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. However, deferred tax assets when unabsorbed depreciation and losses carried forward exist, are recognised only to the extent that there is virtual certainty that sufficient taxable income will be available to realise such assets.

i. Provisions, Contingent Liabilities & Contingent Assets

The Company creates a provision when there is a present obligation as a result of an obligating event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the outflow.

Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not within the control of the company.

Contingent Assets are neither recognised nor disclosed in the Financial Statements as a matter of prudence.

Notes to Accounts

1. Contingent Liabilities

Claims against the company not acknowledged as Debts Nil

2. The balances appearing under unsecured loans, sundry creditors, loans and advances, and certain banks are subject to confirmation and reconciliation and consequential adjustment, if any, will be accounted for in the year of confirmation and/or reconciliation.

3. In the opinion of the Board, the Current assets, Loans and advances have value on realisation in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet.

4. The company has neither registered as NBFC nor has complied with the direction related to provisions of Non Banking Financial Companies Prudential Norms (Reserve Bank) Direction, 1998.

5. The list of shares held by the Company as on 31.03.2011 is as follows:

(As taken, valued at lower of cost or Market Value and certified by management)

Name of the Scrip	Qty.	2010-11 ₹	Qty.	2009-10 ₹
Ambika Agarbatti & Aeoromatics Ltd	-	-	3,783	25,876
Bombay Rayon Fashion Ltd	200,000	51,880,000	-	-
Dhanlaxmi Fabrics Ltd	-	-	45,435	561,122
Intra Deco Ltd	125,000	18,000	1,25,000	18,000
Infomedia Ltd	-	-	7,000	202,650
Jaypee Infratech Ltd	100,000	5,763,630	-	-
Joindre Capital Services Ltd	-	-	1,072	12,843
Karuna Cables Ltd (Previously known as Globus Corporation Ltd)	978,418	538,130	978,418	557,698
Konark Synthetics Ltd	-	-	2,499	39,359
Mandhana Industries Ltd	490,000	117,730,549	-	-
Matra Realty Ltd	25,395	58,662	25,395	58,662
Mercator Lines Ltd	-	-	2,000	56,600
Millenium Cybertech Ltd	4,360	9,156	7,760	16,296
Murli Industries Ltd	51,776	1,830,282	-	-
Orissa Minerals Developers Ltd	776	38,092,909	-	-
Pace Textiles Ltd (Previously known as SVC Resources Ltd)	-	-	825,500	9,04,32,718
Prakash Industries Ltd	45,033	3,642,829	-	-
RFL International Ltd			2,21,681	13,19,412
Shri Bajrang Alloys Ltd	392,548	5,495,672	392,548	5,495,672
Solid Granite & Stones Ltd	-	-	1,686	92,899
Steel Exchange India Ltd	-	-	7,124	2,78,905
Vama Industries Ltd	-	-	10,000	90,800
Yashraj Containers Ltd	-	-	8,860	77,082
		22,50,59,819		9,93,36,594

6. Other advances includes ₹ 11,25,00,000/- (Previous year ₹10,00,00,000/-) paid to M/s Bafna Builders & Land Developers ("BBLD") as advance towards booking of flats in the "Anmol Nayantara Gold Project" at Nasik by BBLD. The company has received the allotment letter to that extent from BBLD. Registration of the proposed flats for the above projects are yet to be done and hence the same has been reflected under other advances. The company is in receipt of a letter from BBLD mentioning that the project is scheduled to be completed by December 2013.

18TH ANNUAL REPORT 2010-2011

7. Since the Company recognises gratuity and leave salary expense on payment basis no liability for the same has been ascertained and provided in the accounts. Hence, the company has not complied with the provisions of AS-15 "Accounting for Retirement Benefit".
8. Micro, Small and Medium Enterprises in terms of section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 have been determined to the extent such parties have been identified on the basis of information available with the Company and relied upon by the auditors. The Company has not received any instruction from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence, disclosures if any, relating to amounts unpaid as at the year end together with interest payable as required under the said Act have not been given.
9. Other Income includes compensation received from Shanti Santosh Builders ("SSB") ₹ 60,00,000/- on account of termination of the original Memorandum of Understanding dated 9th December, 2009 entered into between SSB and the company for allotment of residential premises. A deed of cancellation dated 25th June, 2010 has been entered into between both the parties to effect the cancellation of the original Memorandum of Understanding.
10. Additional information required to be furnished as per Para 3(1) and (2), 4 (c) and 4(d) of Part II to Schedule VI to the Companies Act, 1956. (As Certified by the Director)

Remuneration to Executive Directors

Particulars	2010-11 ₹	2009-10 ₹
Salary including allowances	Nil	Nil
Contribution to P.F.	Nil	Nil
Other Perquisites	Nil	2,500
Total	Nil	2,500

Remuneration to Auditors

Particulars	2010-11 ₹	2009-10 ₹
Audit Fees	25,000	25,000
In other capacity in respect of:		
Tax Audit	18,000	18,000
Certifications	7,000	7,000
Others	5,150	5,150
Total	55,150	55,150

Quantitative Information:	Qty.	₹
Opening Stock	26,65,761	
	(38,29,240)	9,93,36,594
	(2,40,55,325)	
Purchases including incidental expenses	1,08,45,994	
	(50,69,125)	61,62,56,865
	(15,13,16,278)	
Sales	1,10,98,449	
	(62,32,604)	45,73,70,200
	(8,86,70,963)	
Closing Stock	24,13,306	
	(26,65,761)	22,50,59,819
	(9,93,36,594)	

Figure in bracket indicates last year figures.

	2010-11	2009-10
	₹	₹
CIF value of imports/ Expenditure in foreign currency/ F.O.B. Value of Exports	Nil	Nil
Directors Traveling	3,22,340	Nil

11. The Company was primarily engaged in the business of trading in shares and securities till last year. During the year under audit, the company has ventured into realty business. Hence the segmentwise reporting as per the requirement of AS-17 on "Segment Reporting" is as follows:

Particulars	Segments				Total	
	Financial		Realty		2011	2010
	2011	2010	2011	2010		
Segment Revenues	4,644.52	886.71	60.00	-	4,704.52	886.71
Segment Results	(332.49)	334.67	60.00	-	(272.49)	334.67
Less: Unallocable expenses, net of income	-	-	-	-	-	-
Net Profit	(332.49)	334.67	60.00	-	(272.49)	334.67
Segment Assets	2,816.81	1,223.26	1,125.00	1,150.00	3,941.81	2,373.26
Unallocated Corporate Assets	-	-	-	-	-	-
Total Assets	2,816.81	1,223.26	1,125.00	1,150.00	3,941.81	2,373.26
Segment Liabilities	2,161.78	593.23	-	-	2,161.78	593.23
Unallocated Corporate Liabilities	-	-	-	-	-	-
Total Liabilities	2,161.78	593.23	-	-	2,161.78	593.23
Capital Employed	655.03	630.03	1125.00	1,150.00	1,780.03	1,780.03

12. Disclosure as per Accounting Standard -18

(a) List of Related Parties:

Key Managerial Personnel

Manakchand Jain

Harsh Jain

Relatives of Key Managerial Personnel

Naresh Jain

Rooplata Jain

Associated Concerns

Plantinum Finvest Pvt Ltd

(b) Details of transactions during the year with Related Parties:

Particulars	Key Managerial Personnel	Relatives of Key Managerial Personnel	Associated Concerns
Loan taken during the year	1,10,00,000	25,00,000	-
Loan repaid during the year	1,10,00,000	25,00,000	-
Loan advanced during the year	-	-	4,10,000
Loan advanced repaid during the year	-	-	4,10,000

13. Earning Per Share

Particulars	2010-11 ₹	2009-10 ₹
Net Profit/ (loss) attributable to Equity Share Holders	(2,72,49,086)	3,34,67,336
Number of equity shares of ` 10/- each outstanding during the year (No. of shares)	1,78,00,300	1,78,00,300
Basic earning per share / (loss) (₹) (a / b)	-	1.88

14. In accordance with Accounting Standard 22 (AS-22), "Accounting for taxes on Income", issued by the Institute of Chartered Accountants of India, the company has provided for deferred tax. The net deferred tax asset of ` 12,787/- as at the balance sheet date has been carried forward. The net deferred tax liability consists of the following components:

Particulars	Current year	Previous Year
Deferred Tax Asset		
Disallowance u/s 43B	-	-
Total	[A]	-
Deferred Tax Liability		
Depreciation on fixed assets	12,787	9,018
Total	[B]	9,018
Net Deferred Tax Liability	[A - B]	12,787

15. The management was of the opinion that there were no impairment indicators that existed as on the balance sheet date. Hence no provision for the impairment loss in accordance with the provisions of AS-28 on "Impairment of Assets" has been done.

16. Previous years figures have been regrouped/re-classified in order to conform to current year's figures.

17. Balance Sheet and General Business Profile (in terms of Part IV of Schedule VI to the Companies Act, 1956) is annexed herewith.

Signature to Schedule 1 to 14

As per our Report of even date

**For Tushar Parekh and Associates
Chartered Accountants**

**For and on behalf of the Board of Directors of
Clarus Infrastructure Realities Limited**

CA Tushar Parekh

Proprietor

Membership No: 103230

Manakchand Jain

Director

Harsh Jain

Director

Place : Mumbai

Date : 27th July, 2011

18TH ANNUAL REPORT 2010-2011

Balance Sheet Abstract and Company's general business profile

I. Registration details

Registration No.	L67190MH1994PLC076015	State Code	11
Balance Sheet Date	31st March, 2011		

II. Capital raised during the year (₹ In lacs)

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

III. Position of Mobilisation and Deployment of Funds (In lacs)

Total Liabilities	1,780.16	Total Assets	1,780.16
--------------------------	-----------------	---------------------	-----------------

Sources of Funds

Paid up Capital	1,780.03
Reserve and Surplus	-
Secured Loan	-
Unsecured Loan	-
Deferred Tax liability	0.13

Application of Funds

Net Fixed Assets	1.65
Investments	-
Defererd tax	-
Net Current Assets	1,320.56
Misc. Expenditure	-
Accumulated Losses	457.94

IV. Performance of the company (₹ In lacs)

Total Turnover	4,704.52
Total Expenditure	4,976.94
Profit before Tax	(272.42)
Profit after Tax	(272.49)
Earning per share (₹)	-
Dividend Rate	-

V. Generic Names of Three Principal Products of the Company (As per Monetary terms)

Production Description Not Applicbale

For Tushar Parekh and Associates
Chartered Accountants

For and on behalf of the Board of Directors of
Clarus Infrastructure Realities Limited

CA Tushar Parekh
Proprietor
Membership No: 103230

Manakchand Jain
Director

Harsh Jain
Director

Place : Mumbai
Date : 27th July, 2011

18TH ANNUAL REPORT 2010-2011

Cash flows statement for the ended 31st March, 2011

	2011	2010
Cash Flows From Operating Activities:		
Net Profit before Tax	(27,241,819)	40,844,407
Adjustments for		
Add : Non Cash Item/Items required to be disclosed separately		
Depreciation	28,423	21,711
Dividend Received	(590,593)	(11,212)
Interest Paid	5,591,810	997,201
Interest Received	<u>(107,995)</u>	<u>(50,071)</u>
Operating Profit before Working Capital Changes	(22,320,175)	41,802,036
Changes in Working Capital and other provisions		
Inventories	(125,723,225)	(75,281,269)
Loans and Advances	3,679,266	(128,711,153)
Current Liabilities	<u>204,893,947</u>	<u>(27,218,167)</u>
Profit generated from operations	60,529,813	(189,408,552)
Tax paid (net of refunds)	50,137	7,855,108
Net Cash generated from operating activities	(i) 60,579,950	(181,553,444)
Cash flows from investing activities		
Fixed Assets Purchased	(132,000)	-
Interest Received	107,995	50,071
Dividend Received	590,593	11,212
Net cash generated from investing activities	(ii) 566,589	61,283
Cash flows from financing activities		
Proceeds/(Repayment) of Loans	(48,050,000)	24,150,000
Interest Paid	(5,591,810)	(997,201)
Proceeds from Issue of Shares	-	148,000,000
Net cash generated from financial activities	(iii) (53,641,810)	171,152,799
Net change in cash and cash equivalents	(i+ii+iii) 7,504,729	(10,339,362)
Cash and cash equivalents at the beginning of the year	<u>(4,758,110)</u>	<u>5,581,252</u>
Cash and cash equivalents at the end of the year	<u>2,746,619</u>	<u>(4,758,110)</u>

Notes

The above Cash Flow statement has been prepared under the Indirect Method as set out in the AS-3 on Cash flow issued by the Institute of Chartered Accountants of India
Cash and cash equivalents at the end of the year consists of Cash, Cheques in hand and balances with banks

As per our Report of even date

**For Tushar Parekh and Associates
Chartered Accountants**

**For and on behalf of the Board of Directors of
Clarus Infrastructure Realties Limited**

CA Tushar Parekh
Proprietor
Membership No: 103230

Manakchand Jain
Director

Harsh Jain
Director

Place : Mumbai
Date : 27th July, 2011

CLARUS INFRASTRUCTURE REALTIES LIMITED

(Formerly Known Clarus Finance and Securities Limited)

Regd. Office : 7/ A, 2nd Floor, Beaumoon Chambers, N. M. Road, Fort, Mumbai - 400 001.

PROXY FORM

No. of Shares.....

DP. Id.:.....

Client ID / Folio No.....

I/We of
..... in the district of being a
Member/Members of the above-named Company, hereby appoint.....
of..... in the district of..... or failing
him/her..... of..... in the district
of..... as my/our Proxy to attend and vote for me/us and on my/our behalf at
the 18th Annual General Meeting of the Company to be held at 9.30 A.M. on Saturday, the 31st
December, 2011 at Pranjali School Auditorium, Ground Floor, 155/157, August Kranti Marg, Next to
Stephens Church, Kemps Corner, Mumbai- 400036 and any adjournment thereof.

Signed this _____ day of _____ 2011

Rs.1/-
Revenue
Stamp

NOTE: The Proxy Form duly completed must be deposited at the registered office of the Company not less than 48 hours before the meeting.

ATTENDANCE SLIP

Please fill in the Attendance Slip and hand it over at the entrance of the Meeting Hall.
Joint shareholder may obtain additional slip on request.

D. P. ID..... Folio No.....

Client ID..... No. of Share(s) held.....

Name of the Shareholder.....

Name of the Proxy:

I hereby record my presence at the 18th Annual General Meeting of the Company to be held at the
Registered Office of the Company at 9.30 A.M. on Saturday, the 31st December, 2011 at Pranjali
School Auditorium, Ground Floor, 155/157, August Kranti Marg, Next to Stephens Church, Kemps
Corner, Mumbai- 400036 and any adjournment thereof.

Signature of the Attending Member/Proxy:.....

CLARUS INFRASTRUCTURE REALTIES LIMITED

(Formerly Known as Clarus Finance and Securities Limited)

7/ A, 2nd Floor, Beaumoon Chambers, N. M. Road, Fort, Mumbai - 400 001. E-Mail: clarus123@gmail.com

The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the Companies vide its circular no. 17/2011 dated April 21, 2011 and 18/2011 dated April 29, 2011 after considering certain provisions of the Information Technology Act, 2000, permitted the companies to send the notices / annual reports etc. through email to its members. To support this green initiative of the MCA whole heartedly, members who have not yet registered their email address, are requested to register their e-mail address with the Depository through their concerned Depository Participant and members who hold shares in physical mode are requested to intimate their e-mail address at which they would like to receive the above documents electronically, either to the company or to its Registrar and Share Transfer Agent. Shareholders are requested to fill the consent form below and send it to the Registrar and Share Transfer Agent, Adroit Corporate Services Private Limited or to the company

CONSENT FOR RECEIVING DOCUMENTS IN ELECTRONIC MODE

(Pursuant to circulars no. 17/2011 dated April 21, 2011 and 18/2011 dated April 29, 2011)

To,
Adroit Corporate Services Private Limited
19, Jafferbhoy Industrial Estate,
Makwana Lane, Marol Naka,
Andheri (E), Mumbai-400 059.

Dear Sir,

I/We shareholder (s) of Clarus Infrastructure Realities Limited, agree to receive all notices and documents including the Annual Report, Notice for General Meetings and other Shareholders Communication in electronic mode (through email).

I/We request you to kindly register my / our below mentioned email id in the Company's records for sending such communication through email.

Folio No...../DP ID No.*.....and Client ID No.*.....

*Applicable for members holding shares in electronic form.

Name of the Sole / First Shareholder : _____

Name of the Joint Shareholders (if any) : _____

No. of Shares held : _____

E-mail id for receipt of documents in
Electronic mode : _____

Date :

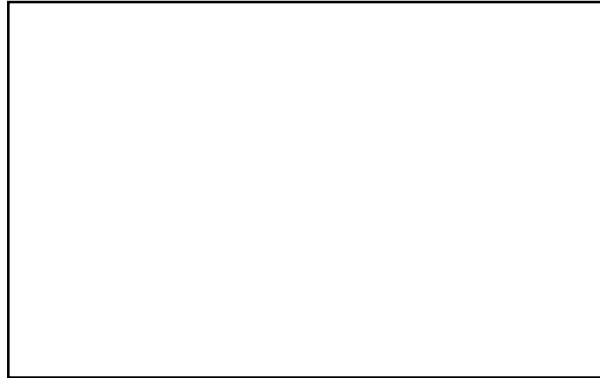
Place: _____ Signature: _____
(Sole / First Shareholder)

Note:

1. Shareholders are requested to inform the Company's Registrar and Share Transfer Agents as and when there is change in their registered email-id.
2. For shares held in demat form, shareholders are also requested to inform /update their email-ids to their respective Depository Participants.

**BOOK-POST
(Printed Matter)**

To,



If undelivered, please return to :

CLARUS INFRASTRUCTURE REALTIES LIMITED

REGD. OFFICE :-7/ A, 2nd Floor, Beaumoon Chambers,

N. M. Road, Fort, Mumbai - 400 001.