

COUNTRY CONDO'S LIMITED

(FORMERLY KNOWN AS NEOCURE THERAPEUTICS LIMITED)

2006 - 2007

20TH ANNUAL REPORT

COUNTRY CONDO'S LIMITED

BOARD OF DIRECTORS

| | |
|-----------------------------|--------------------------|
| Sri.D.Krishna Kumar Raju | Chairman |
| Sri.D.Sreerama Raju | Managing Director |
| Sri. P.V.V.Prasad | Director |
| Sri.Ch.Srinivas | Director |
| Sri.P.Krupavaram | Director |
| Sri Md. Osman Akthar | Company Secretary |

BANKERS

The Karnataka Bank Limited
Manasa Bank Ltd
Bank of India
AXIS Bank Ltd

AUDITORS

M/s.P.Murali & Co.,
Chartered Accountants
6-3-655/2/3,
Somajiguda,
Hyderabad – 500 082
Phone: 23326666

REGISTERED OFFICE

8-2-703, Mahogany Complex,
Ground Floor, Amrutha Valley,
Road No.12, Banjara Hills,
Hyderabad – 500 034.
Ph: 040-64541609
Email: countrycondos@gmail.com

SHARE TRANSFER AGENTS

M/s. AARTHI CONSULTANTS PRIVATE LIMITED
1-2-285, Domulguda,
Hyderabad – 500 029.
Phone: 27634445, 27638111, Fax:27632184

LISTING AT

The Hyderabad Stock Exchange Limited
Bombay Stock Exchange Limited
The National Stock Exchange of India Limited

COUNTRY CONDO'S LIMITED

NOTICE

NOTICE is hereby given that the 20th Annual General Meeting of the members of Country Condo's Limited will be held on **Saturday, the 29th day of September, 2007, at 10.00 A.M.** at Sri Vasavi Arya Vysya Sangam, Kattedan, Hyderabad – 500 077, to consider the following Business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 30th June, 2007 and the Profit and Loss Account for the period ended as on that date and the Reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Sri.D.Krishna Kumar Raju, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Sri.P.V.V Prasad, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors and fix their remuneration.

SPECIAL BUSINESS

5. **To consider, and if thought fit, to pass with or without modification(s), the following resolution as an Special Resolution:**

“ RESOLVED THAT pursuant to the provisions of Section 100 of the Companies Act, 1956 (including any statutory modification or re-enactment thereof, for the time being in force) and subject to confirmation by the Hon'ble High Court of Andhra Pradesh, Hyderabad, the paid up capital of the Company be reduced from Rs. 16,19,91,000 (Rupees Sixteen Crores Nineteen Lakhs Ninety One Thousand only) divided into 1,61,99,100 shares of Rs. 10/- each to Rs. 1,61,99,100/- (Rupees One Crore Sixty One Lakhs Ninety Nine Thousand and One Hundred only) divided into 1,61,99,100 Equity shares of Rs. 1/- each as fully paid up and that such reduction be effected by canceling the Equity share capital of Rs. 14,57,91,900 /- (Rupees Fourteen Crores Fifty Seven Lakhs Ninety One Thousand and Nine Hundred only) which has been lost or is unrepresented by available assets to the extent of Rs. 9/- per equity share in each and every share of the Company which have been issued “

“FURTHER RESOLVED THAT the accumulated losses of the Company be written off to the tune of Rs. 14,57,91,900 /- (Rupees Fourteen Crores Fifty Seven Lakhs Ninety One Thousand and Nine Hundred only) by canceling the paid up capital of the Company aggregating to Rs. 14,57,91,900 /- (Rupees Fourteen Crores Fifty Seven Lakhs Ninety One Thousand and Nine Hundred only).

“RESOLVED FURTHER THAT the board of directors be and is hereby authorized to call for cancellation of the already issued share certificates and re-issue fresh Share certificates pursuant to the Companies (Issue of Share Certificates) Rules, 1960” and to do all such acts, deeds, matters and things, as may be necessary, proper or expedient, to give effect to this resolution including appointment of Advocates, file and verify petition, affirm Affidavits, appear in the High Court and to do all acts, deeds, matters and things, connected with or incidental to giving effect to this Resolution”.

“RESOLVED FURTHER THAT consequential amendments to the capital clauses of the Memorandum and Articles of Association of the Company be made after the said reduction becomes operative and effective.

BY ORDER OF THE BOARD OF DIRECTORS
For **COUNTRY CONDO'S LIMITED**

PLACE: HYDERABAD
DATE: 27-08-2007

(D.KRISHNA KUMAR RAJU)
CHAIRMAN

COUNTRY CONDO'S LIMITED

NOTES

- a) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER.
- b) PROXIES TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LATER THAN 48 HOURS BEFORE COMMENCEMENT OF THE MEETING.
- c) THE RELAVANT EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS SET OUT ABOVE, AS REQUIRED BY SEC.173 (2) OF THE COMPANIES ACT, 1956 IS ANNEXED HERETO
- d) THE REGISTER OF MEMBERS AND SHARE TRANSFER BOOKS OF THE COMPANY WILL REMAIN CLOSED FROM 27-09-2007 TO 29-09-2007 (BOTH DAYS INCLUSIVE)
- e) MEMBERS HOLDING SHARES IN PHYSICAL FORM ARE REQUESTED TO NOTIFY/SEND ANY CHANGE IN THEIR ADDRESS TO THE COMPANY'S SHARE TRANSFER AGENTS, OR TO THE COMPANY AT ITS REGISTERED OFFICE.

ADDITIONAL INFORMATION REQUIRED TO BE FURNISHED UNDER THE LISTING AGREEMENT:

As required under the Listing Agreement, the particulars of Directors who proposed to be re-appointed are given below:

| | |
|---------------------|--|
| Name | D.Krishna Kumar Raju |
| Age | 51 years |
| Qualifications | MBA (Hons) |
| Experience | 27 years vast experience in Real Estate and Construction, Marketing, Management and pharmaceutical etc., |
| Other Directorships | 11 (8 private Limited Companies) |

| | |
|---------------------|---|
| Name | P.V.V.PRASAD |
| Age | 41 years |
| Qualifications | Graduate |
| Experience | An experience of 12 years in Real Estate and Construction Trading and Business Administration |
| Other Directorships | 2 (1 Private Limited Company) |

COUNTRY CONDO'S LIMITED

Explanatory Statement

[Pursuant to Section 173(2) of the Companies Act, 1956]

Item # 5:

The members are aware that the Company is incurring losses continuously since last few years and the accumulated loss as per the Audited Balance Sheet as on 30-06-2007 is Rs. 14,68,99,585 resulting in erosion of net worth despite all efforts to make the company turn-around and profit making. To have a healthy debt-equity ratio and a true and fair representation of the capital by the available assets of the Company. The proposal was envisaged to reduce Rs. 14,57,91,900 /- (Rupees Fourteen Crores Fifty Seven Lakhs Ninety One Thousand and Nine Hundred only) out of the paid up capital of the Company (so as to bring parity with and making it representative of the residue of the assets at present held by the Company) and also to write off accumulated losses to the extent of 14,57,91,900 /- (Rupees Fourteen Crores Fifty Seven Lakhs Ninety One Thousand and Nine Hundred only) from the accumulated losses of Rs. 14,68,99,585.

Consequent to reduction of capital, the shareholders will get 1,61,99,100 Equity shares of Rs. 1/- each aggregating to Rs. 1,61,99,100/- against as many shares as are held by them of Rs. 10/- per share paid up.

Pursuant to Section 100 of the Companies Act, 1956 this Resolution will be effective after confirmation by the Hon'ble High Court. Subsequent to passing of this Resolution, the Company would approach the Hon'ble High Court of A.P. for its confirmation. Your Board of Directors recommends this Special Resolution for approval of the Members.

None of the directors is interested or concerned in the proposed Special resolution except to the extent of their shareholding.

The shareholding pattern pre & post period of proposed reduction of capital is given herewith based on the shareholding pattern as on 30.06.2007

| SHAREHOLDING PATTERN PRE & POST REDUCTION OF CAPITAL | | | | |
|---|--|--------------------------|---|--------------------------|
| CATEGORY | Pre Reduction of Capital | | Post Reduction of Capital | |
| | No. of Shares held @ Rs. 10/- per Share | % of shareholding | No. of Shares held @ Re. 1/- per Share | % of shareholding |
| (A) Shareholding of Promoter and Promoter Group: | | | | |
| (1) Indian | | | | |
| a. Individuals/Hindu Undivided Family | 1311415 | 8.10 | 1311415 | 8.10 |
| b. Central Government/ State Government | --- | --- | --- | --- |
| c. Bodies Corporate | --- | --- | --- | --- |
| d. Financial Institutions / Banks | --- | --- | --- | --- |
| Others: | --- | --- | --- | --- |
| e. Mutual funds | --- | --- | --- | --- |
| f. Trusts | --- | --- | --- | --- |
| Sub-Total (A)(1) | 1311415 | 8.10 | 1311415 | 8.10 |
| (2) Foreign | | | | |
| a. Individuals (Non-Residents) | 29900 | 0.18 | 29900 | 0.18 |

COUNTRY CONDO'S LIMITED

| | | | | | |
|-----|---|-----------------|---------------|-----------------|---------------|
| | Individuals / Foreign Individuals) | | | | |
| b. | Bodies Corporate | --- | --- | --- | --- |
| c. | Institutions | --- | --- | --- | --- |
| | Others: | --- | --- | --- | --- |
| d. | Overseas Corporate Bodies | --- | --- | --- | --- |
| | Sub-Total (A)(2) | 29900 | 0.18 | 29900 | 0.18 |
| | Total Shareholding of Promoter and Promoter Group A = (A)(1)+ (A)(2) | 1341315 | 8.28 | 1341315 | 8.28 |
| | (B) Public Shareholding | | | | |
| (1) | Institutions | | | | |
| a. | Mutual funds / UTI | --- | --- | --- | --- |
| b. | Financial Institutions / Banks | --- | --- | --- | --- |
| c. | Central Government/ State Government | --- | --- | --- | --- |
| d. | Venture Capital Funds | --- | --- | --- | --- |
| e. | Insurance Companies | --- | --- | --- | --- |
| f. | Foreign Institutional Investors | --- | --- | --- | --- |
| g. | Foreign Venture Capital Investors | --- | --- | --- | --- |
| | Others: | | | | |
| h. | Foreign Companies | --- | --- | --- | --- |
| | Sub-Total (B)(1) | 000 | 000 | 000 | 000 |
| (2) | Non- Institutions | | | | |
| a. | Bodies Corporate | 1347935 | 8.32 | 1347935 | 8.32 |
| b. | Individuals | | | | |
| | i). Individual Shareholders holding Nominal Share Capital upto Rs. 1 Lakh | 8019452 | 49.51 | 8019452 | 49.51 |
| | ii). Individual Shareholders holding Nominal Share Capital in excess of Rs. 1 Lakh | 4846667 | 29.92 | 4846667 | 29.92 |
| | Others: | | | | |
| c. | Non- Residents Individuals | 617941 | 3.81 | 617941 | 3.81 |
| d. | Overseas Corporate Bodies | --- | --- | --- | --- |
| e. | Trusts | --- | --- | --- | --- |
| f. | Employees | --- | --- | --- | --- |
| g. | Clearing Members | 25790 | 0.16 | 25790 | 0.16 |
| | Sub-Total (B)(2) | 14857785 | 91.72 | 14857785 | 91.72 |
| | Total Public Shareholding B = (B)(1) + (B)(2) | 14857785 | 91.72 | 14857785 | 91.72 |
| | TOTAL (A+B) | 16199100 | 100.00 | 16199100 | 100.00 |
| (C) | Shares held by Custodians and against Depositories Receipts have been issued | | | | |
| | GRAND TOTAL (A+B+C) | 16199100 | 100.00 | 16199100 | 100.00 |

COUNTRY CONDO'S LIMITED

DIRECTORS' REPORT

To

The Members of

M/s. COUNTRY CONDO'S LIMITED

The Directors have pleasure in presenting the 20th Annual Report of the company together with the Audited Accounts for the period ended 30th June, 2007.

FINANCIAL RESULTS

(Rs Lakhs)

| Particulars | Period ended 30.06.2007 | Year ended 31.03.2006 |
|-------------------------|------------------------------------|----------------------------------|
| Turnover | 31.00 | 6.24 |
| Profit / (Loss) | (315.66) | (65.48) |
| Balance brought forward | (1190.88) | (1123.63) |
| Balance carried forward | (1468.99) | (1190.88) |

FINANCIAL PERFORMANCE OF THE COMPANY

The Board is happy to inform that the development of the Company's real estate and construction activities are grown and has achieved a Turnover of Rs.31 Lakhs

And the company was incurring losses from several years and its accumulated loss is Rs.14, 68,99,585. The Board of Directors noted and took on record the report of the business review and analyzed the various options available and suitable in the present circumstances to the company. The Board decided that it was no longer cost effective to manufacture and produce the goods and services in the present un-remunerative market conditions with the help of present undertaking. Hence, the Board, after due discussions and deliberation, decided that the this unit was having least contribution to present line of business due to heavy losses, cost of material and stiff competition in the filed.

EXTENSION OF FINANCIAL YEAR :

Pursuant to application under section 210 of the companies Act 1956 the company has made an application to the Registrar of Companies, Hyderabad for seeking extension of Financial Year up to 3 more months (ie., upto 30th June). As such the Registrar of Companies has given their approval for extension of Financial Year beginning from 1st April of previous year extended to close on 30th June of this year. So, the Balance Sheet and Profit & Loss Account compiled for a period of 15 months for the financial year 2006-2007.

ADDITIONAL INFORMATION AS REQUIRED U/S 217(1)(e) OF THE COMPANIES ACT, 1956

- (a) Conservation of Energy: The Company is monitoring the consumption of energy and is identifying measures for conservation of energy.
- (b) (i) Technology Absorption, adaptation and innovation:- No technology either indigenous or Foreign is involved.
- (ii) Research and Development (R & D): No research and Development has been carried out.
- (b) Foreign exchange earnings : NIL
Foreign exchange out go: NIL

PARTICULARS OF EMPLOYEES

In pursuance of the provisions of section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975, the Directors are to report that no employee was in receipt of remuneration of Rs.24,00,000/- or more per annum or Rs.2,00,000/- or more per month where employed for a part of the year.

COUNTRY CONDO'S LIMITED

BOARD OF DIRECTORS

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

Sri. P.V.V. Prasad and Sri. D.Krishna Kumar Raju, retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

STATUTORY AUDITORS

M/s. P.Murali & Co., Chartered Accountants, Statutory Auditors of the Company retire at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for reappointment.

M/s. P.Murali & Co., Chartered Accountants have furnished a certificate of their eligibility u/s 224(1B) of the Companies Act, 1956. The Board recommended to the members to re-appoint the auditors and authorize the Board of Directors of the Company to fix their remuneration.

CHANGE OF NAME

The Company has changed its name from M/s. Neocure Therapeutics Limited to M/s. Country Condo's Limited w.e.f 08.12.2006. As the Company is planning to enter into new business ventures such as acquire, construct, develop, improve, manage administer own and carry on the business in India and abroad of hotels, resorts, boarding and lodging houses, guest houses, holiday homes, inns, restaurants, cafe, bar, health resorts, health clubs and centers for art, culture and to render consultancy in the aforesaid business and other activities. To reflect the objects in the name of the Company the Board of Directors have decided to change the name of the Company as M/s. COUNTRY CONDO'S LIMITED.

DIRECTORS RESPONSIBILITY STATEMENT

As required under Section 217(2AA) of the Companies Act, 1956 your Directors confirm that:

- i) in the preparation of the Annual Accounts ending 30-6-2007 the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and/ of the Profit or Loss of the company for that period;
- iii) 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;
- iv) the Directors had prepared the annual accounts on a going concern basis.

STATEMENT PURSUANT TO LISTING AGREEMENT

The company's Equity shares are listed at

1. The Hyderabad Stock Exchange Limited, Hyderabad
2. Bombay Stock Exchange Limited, Mumbai.
3. The National Stock Exchange of India Limited, Mumbai.

The Company has paid the Annual Listing Fees to the above Stock Exchanges except the regional stock Exchange.

COUNTRY CONDO'S LIMITED

CORPORATE GOVERNANCE

In order to bring more transparency in the conduct of business, the Stock Exchanges have amended the listing agreement incorporating the code of corporate governance to listed companies. Your Company has always been committed to the best practices in the governance of its affairs. Your company had taken steps and complied with most of the recommendations during the year. For the year under review, the Compliance Report is provided in the Corporate Governance section in this Report. The Auditors' Certificate on compliance with the mandatory requirements of Corporate Governance is given in "Annexure "A" to this Report."

MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT:

Pursuant to Clause 49 of the Listing Agreement, a Management Analysis Report is given below:

A. INDUSTRY BACKGROUND

The Indian economy is booming today especially because of the thrust in the sectors such as information technology, biotechnology, animation, entertainment etc. With the outsourcing opportunities coming to India, there is an increase in the upper middle income group and with increase in their spending power they are looking at memberships with renowned clubs for leisure and entertainment so as to distress themselves. Thus the hospitality, leisure and touring industry is extremely buoyant. The culture of the Corporate is also changing on account of the influence of the West where short outings coupled with adventure, sports and games is encouraged.

However with the raise in the income levels of the people across various section of the people and coupled with the Government support to tourism and hospitality sector especially in Improving Infrastructure, its plans for up-gradation of airports, lower air fares and reduction of excise duty on aviation turbine fuel had give fillip to the tourism and hospitality sector and thus leisure industry.

B. FUTURE OUT LOOK

With the experience in the past and analyzing the present circumstances and increase in the Family Club culture in India, your Company has introduced various membership schemes to suit people across India and abroad and succeeded to a great extent in securing the memberships in good number. The Company's aim is to create an umbrella of its brand name and the endeavor is to have Clubs across various places in India. The vision will see its way forward through mergers, acquisitions and takeovers.

Also, keeping in view the boom in infrastructure industry your Company plans to enter into leisure infrastructure development mainly for the benefit of its members. It has plans to set up Golf courses, state-of-art health clubs, multi-cuisine restaurants, business centers, swimming pools and other facilities mainly targeted to achiever the mantra of accessibility, affordability and value addition for money.

Your company is also planning to enter into new virgin markets in the mini metros and B-class towns to the meets its target of achieving 4 lakhs families in the membership basket. Your Company is also initiated a franchise model. This model is mainly to meet the needs of club members at those places we don't have any clubs.

C. ACHIEVEMENTS

With a tremendous / overwhelming response at various clubs from the members, the Company is in the process of acquiring various resorts & hotels at other places like Goa, Mumbai, Trichur and Kandy in Sri Lanka.

COUNTRY CONDO'S LIMITED

D. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Internal control systems are aimed at promoting operational efficiencies while stressing Adherence to policies. The systems are designed with adequate internal controls commensurate with size and nature of operations.

The Company's management ensures that all assets are safeguarded and protected against loss from unauthorized use or disposition. Considerable emphases are being laid on the effective implementation of internal control systems and thus reduce the costs and increase the efficiency. Further, the Audit Committee reviews the systems and suggests remedial actions wherever necessary.

E. MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/INDUSTRIAL RELATIONS:

The personnel employed by your Company are qualified, and have necessary skills to perform their respective jobs. Further, your Company provides continuous learning and personality development opportunities to its personnel. The Company has cordial relations with its employees.

PERSONNEL

The relations between the management and the staff were very cordial throughout this year. Your Directors take this opportunity to record their appreciation for the Co-Operation and loyal services rendered by the employees.

FIXED DEPOSITS

The company has not accepted any public deposits and, as such no amount on account of principal or interest on public deposits was outstanding on the date of the Balance Sheet.

ACKNOWLEDGEMENTS

The Directors thank the company's customers, vendors, investors, business associates, bankers and other agencies for their support to the company.

We wish to place on record our appreciation for the untiring efforts and contributions made by the employees at all levels to ensure that the company continues to grow and excel.

for and on behalf of the Board
for COUNTRY CONDO'S LIMITED

PLACE : HYDERABAD.

DATE : 27-08-2007

(D.Krishna Kumar Raju)
Chairman

(D.Sreerama Raju)
Managing Director

COUNTRY CONDO'S LIMITED

ANNEXURE – “A” TO DIRECTORS REPORT- CORPORATE GOVERNANCE

(Pursuant to Clause 49 of the Listing Agreement)

1. COMPANY’S PHILOSOPHY ON CODE OF GOVERNANCE:

The company believes that strong corporate governance is indispensable for healthy business growth and to be resilient in a vibrant capital market and is an important instrument of investor protection. The Companies activities are carried out in accordance with good corporate practices and the Company is constantly striving to better them and adopt the best practices. It is firmly believed that good governance practices would ensure efficient conduct of the affairs of the Company and help the Company achieve its goal of maximizing value for all its stakeholders. The Company will continue to focus its resources, strengths and strategies to achieve its vision of becoming a truly software Company the company stands by transparency in all its dealings and strict regulatory compliance.

The Company is in compliance with the requirements of the revised guidelines on corporate governance stipulated under clause 49 of the Listing Agreements with the Stock Exchanges. With the adoption of whistle blower policy the company has moved further in its pursuit of excellence in corporate governance.

2. BOARD OF DIRECTORS

- a) The Company has 5 Directors with an Executive Chairman, Of 5 Directors, 3 (i.e. more than 50%) are Non-Executive and Independent Directors. The composition of the Board is in conformity with clause 49 of the Listing Agreements entered into with the Stock Exchanges and meets the stipulated requirements.
- b) None of the Directors on the Board is a Member of more than 10 committees or Chairman of more than 5 companies across all the Companies in which he is a Director. The Directors have made necessary disclosures regarding Committee positions in other public companies as on 30th June, 2007.
- c) The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships / Memberships held by them in other companies is given below. Other Directorships do not include alternate directorships, directorships of private limited companies, section 25 companies and of companies incorporated outside India. Chairmanship / Membership of Board Committees include only Audit and Shareholders / Investors Grievance Committees.
- d) 8 Board Meetings were held during the year and the gap between two meetings did not exceed four months. The dates on which the Board Meetings were held are as follows:
28th April 2006, 29th July 2006, 2nd September 2006, 11th September 2006, 30th October 2006
29th January 2007, 26th March 2007 and 30th April 2007.

COUNTRY CONDO'S LIMITED

| Name of the Director | Category | No. of Other Directorships | No. of Committees in which Member | No. of Board Meetings | Whether attended last AGM |
|--------------------------|---------------------------|----------------------------|-----------------------------------|-----------------------|---------------------------|
| Sri.D.Krishna Kumar Raju | Chairman | 3 | 3 | 8 | Yes |
| Sri.D.Sreerama Raju | Managing Director | 1 | 3 | 8 | Yes |
| Sri.P.V.V.Prasad | Independent Non-Executive | 1 | 2 | 8 | Yes |
| Sri.P.Krupavaram | Independent Non-Executive | Nil | 2 | 7 | Yes |
| Ch.Srinivas | Independent Non-Executive | Nil | 2 | 6 | Yes |

- e) None of the Non-Executive Directors have any material pecuniary relationship or transactions with the Company
- f) During the year, information as mentioned in Annexure1A to Clause 49 of the Listing Agreements has been placed before the Board for its consideration.

3. AUDIT COMMITTEE:

- I). The Audit Committee of the Company is constituted in line with the provisions of Clause 49 of the Listing Agreements with the Stock Exchanges read with Section 292A of the Companies Act, 1956.
- II) The terms of reference of the Audit Committee include a review of;
 - a. Overview of the Company's financial reporting process and disclosure of its financial information to ensure that the financial statements reflect a true and fair position and that sufficient and credible information is disclosed.
 - b. Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
 - c. Discussion with external auditors before the audit commences, of the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
 - d. Reviewing the financial statements and draft audit report including quarterly / half yearly financial information.
 - e. Reviewing with management the annual financial statements before submission to the Board, focusing on:
 - i Any changes in accounting policies and practices;
 - ii Qualification in draft audit report;
 - iii Significant adjustments arising out of audit;
 - iv The going concern concept;
 - v Compliance with accounting standards;
 - vi Compliance with stock exchange and legal requirements concerning financial statements;
 - vii Any related party transactions
 - f. Reviewing the company's financial and risk management's policies.

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- g. Disclosure of contingent liabilities.
- h. Reviewing with management, external and internal auditors, the adequacy of internal control systems.
- i. Reviewing the adequacy of internal audit function, including the audit character, the structure of the internal audit department, approval of the audit plan and its execution, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
- j. Discussion with internal auditors of any significant findings and follow-up thereon.
- k. Reviewing the findings of any internal investigations by the internal auditors into the matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- l. Looking into the reasons for substantial defaults in payments to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
- m. Reviewing compliances as regards the Company's Whistle Blower Policy.

III) The previous Annual General Meeting of the Company was held on 29th September 2006 and Mr. P.V.V.Prasad, Chairman of the Audit Committee, attended previous AGM.

IV) The composition of the Audit Committee and the attendance of each member of the Audit Committee are given below:

| Name of the Director | Category | Designation | No. of Meetings Attended (During the 2006-2007) | No. of Meetings Held (During the year 2006-2007) |
|----------------------|----------------------------|-------------|---|--|
| Sri.P.V.V.Prasad | Independent, Non-Executive | Chairman | 5 | 5 |
| Sri.Ch.Srinivas | Independent, Non-Executive | Member | 5 | 5 |
| Sri.P.Krupavaram | Independent, Non-Executive | Member | 5 | 5 |

V) Five Audit Committee meetings were held during the year. The dates on which the said meetings were held are as follows: April 28, 2006, July 29, 2006, October 30, 2006, January 29, 2007 and April 30, 2007

The necessary quorum was present at all the meetings.

4. REMUNERATION COMMITTEE

The Company does not have a "Remuneration Committee". Your Directors recommended that all such items that may be required to be discussed at a Meeting of the "Remuneration Committee" could be considered at a Meeting of the Board of Directors.

5. REMUNERATION OF DIRECTORS:

None of the Directors has drawn any remuneration or sitting fees during the financial year

COUNTRY CONDO'S LIMITED

6. SHARE HOLDERS /INVESTORS GRIEVANCE COMMITTEE:

The Committee oversees share transfers and monitors investor grievances. To look into the redressal of shareholders and investors complaints like – transfer of shares, non – receipt of balance Sheet, non-receipt of declared dividends etc.,

The Committee consists of the following Independent & Non Executive Directors:

| Name of the Director | Category | Designation | No. of Meetings Attended (During the Period 2006-2007) | No. of Meetings Held (During the Period 2006-2007) |
|----------------------|----------------------------|-------------|--|--|
| Sri.P.Krupavaram | Independent, Non-Executive | Chairman | 4 | 4 |
| Sri.P.V.V Prasad | Independent, Non-Executive | Member | 4 | 4 |
| Sri.Ch.Srinivas | Independent, Non-Executive | Member | 4 | 4 |

Mr. M.D. Osman Akthar Company Secretary is the Compliance Officer.

The total No. of Complaints received and complied during the year were: 48.

The Complaints had been attended to within seven days from the date of receipt of the complaint, as communicated by our Registers and Share Transfer Agents M/s. Aarathi Consultants Private Limited.

The outstanding complaints as on 30th June 2007 were: NIL

7. DETAILS OF ANNUAL GENERAL MEETINGS: Location and time of the last Three AGMs.

| AGM | YEAR | VENUE | DATE | TIME |
|------------------|-----------|--|------------|------------|
| 19 th | 2005-2006 | G-4/3, SEIE, Kattedan, Hyderabad - 500 077 | 29-09-2006 | 10.00.a.m. |
| 18 th | 2004-2005 | G-4/3, SEIE, Kattedan, Hyderabad - 500 077 | 30-09-2005 | 10.00.a.m. |
| 17 th | 2003-2004 | G-4/3, SEIE, Kattedan, Hyderabad - 500 077 | 28-09-2004 | 10.00.a.m. |

Passing the Resolutions through postal ballot during the year:

4 Resolutions were put through postal ballot in the last year regarding alteration of main objects clause of memorandum of association, 2) change of name 3) shifting of registered office and 4) sale of assets of the company.

8. DISCLOSURES

A. Disclosure on materially significant related party transactions i.e. transactions of the company of material nature with its promoters, the directors or the management's, their subsidiaries or relatives etc. that may have potential conflict with the interests of the company at large.

None

COUNTRY CONDO'S LIMITED

- B.** Details of non-compliance by the company, penalties, Strictures imposed on the company by stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.

None

9. NOTES ON DIRECTORS APPOINTMENT/RE-APPOINTMENT:

Relevant details forms part of the explanatory statement to the notice of the Annual General Meeting/Director's Report.

10. MEANS OF COMMUNICATIONS:

As per the listing requirements, the company publishes periodical financial results in leading English and regional newspapers information. .

11. MANAGEMENT DISCUSSIONS AND ANALYSIS

The Management Discussion and Analysis (MD& A) is being forms part of the annual report

12. GENERAL SHARE HOLDER INFORMATION:

(I) Annual General Meeting

| | |
|-------|--|
| Date | 29 th September 2007 |
| Time | 10.00 A.M. |
| Venue | Sri Vasavi Arya Vysya Sangam, Kattedan, Hyderabad – 500 077. |

(II) Financial Calendar 1st July 2007 to 31st March 2008 (since the Company has taken permission from ROC for financial year extension for a period of 3 months i.e. upto June, 2007)

And the financial reporting will be as follows:

| | |
|--|----------------------------|
| Quarter ending September 30, 2007 | Last week of October, 07 |
| Quarter ending December 31, 2007 | Last week of January, 08 |
| Quarter ending March 31, 2008 | Last week of April, 08 |
| Annual General Meeting for FY ended 31 st March, 2008 | Before end September, 2008 |

(III) Date of Book Closure 27th September 2007 to 29th September 2007

(IV) Dividend payment date If, declared will be paid within the stipulated time as per the Act.

(V) Listing on Stock Exchanges

1. The Hyderabad Stock Exchange Limited (HSE)
2. Bombay Stock Exchange Limited (BSE)*
3. The National Stock Exchange of India Limited(NSE)

*** at present trading in shares at BSE is suspended.**

(VI) Stock Code

| | |
|--|--------------|
| The Hyderabad Stock Exchange Ltd., | Not Allotted |
| The Bombay Stock Exchange Ltd., | 531624 |
| The National Stock Exchange of India Limited., | NEOCURTHER |

COUNTRY CONDO'S LIMITED

Dematerialization of Securities

ISIN: INE 695 B01017

(VII) Market Price Data:

High, Low during each Month in last Financial Year

During the financial year the shares of the company were traded only on National Stock Exchange of India Limited (NSE) Hence the Market Price data monthly High and Low can be provided as per the quote on the NSE as under:

| Month | The Hyderabad | | Bombay | | National | |
|-----------------|----------------|-----|----------------|-----------|----------------|-----------|
| | Stock Exchange | | Stock Exchange | | Stock Exchange | |
| | High | Low | High (Rs.) | Low (Rs.) | High (Rs.) | Low (Rs.) |
| April, 2006 | — | — | — | — | 1.50 | 1.20 |
| May, 2006 | — | — | — | — | 1.60 | 1.25 |
| June, 2006 | — | — | — | — | 1.35 | 1.25 |
| July, 2006 | — | — | — | — | — | — |
| August, 2006 | — | — | — | — | — | — |
| September, 2006 | — | — | — | — | — | — |
| October, 2006 | — | — | — | — | 1.00 | 0.95 |
| November, 2006 | — | — | — | — | 1.70 | 1.00 |
| December, 2006 | — | — | — | — | 4.85 | 3.50 |
| January, 2007 | — | — | — | — | 6.80 | 3.40 |
| February, 2007 | — | — | — | — | 10.35 | 5.60 |
| March, 2007 | — | — | — | — | 7.35 | 5.50 |
| April, 2007 | — | — | — | — | 6.05 | 5.00 |
| May, 2007 | — | — | — | — | 8.45 | 5.50 |
| June, 2007 | — | — | — | — | 8.65 | 6.00 |

(VIII) Stock Performance in Comparison to Broad-based indices such as BSE Sensex, CRISIL Index, BZX 200, Nifty etc..

The Share Price of the Company has been moving with the trend of the indices

(IX) Registrar & Transfer Agent

M/s. Aarathi Consultants Private Limited
1-2-285, Domalguda, Hyderabad – 500 029.
Ph: 040-2763 8111; 040-2763 4445
Fax: 040-2763 2184
Website: www.aathiconsultants.com
Email: info@aathiconsultants.com

COUNTRY CONDO'S LIMITED

(X) Share Transfer System Documents will be accepted at

M/s. Aathi Consultants Private Limited
1-2-285, Domalguda, Hyderabad – 500 029.
Ph: 040-2763 8111; 040-2763 4445
Fax: 040-2763 2184
Website: www.aathiconsultants.com
Email: info@aathiconsultants.com

The Shares of the Company are in physical form and electronic form. The transfer of shares in demat form is done through the Depositories without involvement of the Company. As regards, transfer of shares held in physical form, the transfer documents can be lodged with M/s. Aarthi Consultants Private Limited at above-mentioned address.

The Transfer of shares in physical form is normally processed within 10-12 days from the date of receipt if the documents are complete in all respects. The Share Transfer Committee severally empowers to approve the transfers.

(XI) (a) Distribution of Shareholding as on 30-06-2007

| Share Holding of Nominal Value | | Share Holders | | Share Amount | |
|--------------------------------|-----------|---------------|----------------|------------------|-----------------|
| Rs. | Rs. | Numbers | % of Total | In Rs. | % of Total |
| (1) | (2) | (3) | (4) | (5) | (6) |
| Upto | 5,000 | 4767 | 53.99 | 13551110 | 8.37 |
| 5,001 | 10,000 | 1595 | 18.07 | 14544680 | 8.98 |
| 10,001 | 20,000 | 925 | 10.48 | 14850920 | 9.17 |
| 20,001 | 30,000 | 625 | 7.08 | 16162730 | 9.98 |
| 30,001 | 40,000 | 179 | 2.03 | 6568710 | 4.05 |
| 40,001 | 50,000 | 291 | 3.30 | 13961270 | 8.62 |
| 50,001 | 1,00,000 | 238 | 2.70 | 18587470 | 11.47 |
| 1,00,001 | and above | 209 | 2.37 | 63764110 | 39.36 |
| TOTAL | | 8829 | 100.00% | 161991000 | 100.00 % |

(XI) (b) According to categories of Share holders at 30-06-2007

| CATAGORY | No.of Shares held | %of shareholding |
|---|-------------------|------------------|
| (A) Shareholding of Promoter and Promoter Group: | | |
| (1) Indian | | |
| a. Individuals/Hindu Undivided Family | 1311415 | 8.10 |
| b. Central Government/State Government | — | — |
| c. Bodies Corporate | — | — |
| d. Financial Institutions / Banks | — | — |

COUNTRY CONDO'S LIMITED

| | | | |
|------------|--|----------------|-------------|
| | Others: | — | — |
| e. | Mutual funds | — | — |
| f. | Trusts | — | — |
| | Sub-Total (A)(1) | 1311415 | 8.10 |
| (2) | Foreign | | |
| a. | Individuals (Non- Residents Individuals / Foreign Individuals) | 29900 | 0.18 |
| b. | Bodies Corporate | — | — |
| c. | Institutions | — | — |
| | Others: | — | — |
| d. | Overseas Corporate Bodies | — | — |
| | Sub-Total (A)(2) | 29900 | 0.18 |
| | Total Shareholding of Promoter and Promoter Group A = (A)(1)+ (A)(2) | 1341315 | 8.28 |
| (B) | Public Shareholding | | |
| (1) | Institutions | | |
| a. | Mutual funds / UTI | — | — |
| b. | Financial Institutions / Banks | — | — |
| c. | Central Government/State Government | — | — |
| d. | Venture Capital Funds | — | — |
| e. | Insurance Companies | — | — |
| f. | Foreign Institutional Investors | — | — |
| g. | Foreign Venture Capital Investors | — | — |
| | Others: | | |
| h. | Foreign Companies | — | — |
| | Sub-Total (B)(1) | 000 | 000 |
| (2) | Non- Institutions | | |
| a. | Bodies Corporate | 1347935 | 8.32 |
| b. | Individuals | | |
| | i). Individual Shareholders holding Nominal Share Capital upto Rs. 1 Lakh | 8019452 | 49.51 |
| | ii). Individual Shareholders holding Nominal Share Capital in excess of Rs. 1 Lakh | 4846667 | 29.92 |
| | Others: | | |
| c. | Non- Residents Individuals | 617941 | 3.81 |

COUNTRY CONDO'S LIMITED

| | | | |
|------------|---|-----------------|---------------|
| d. | Overseas Corporate Bodies | — | — |
| e. | Trusts | — | — |
| f. | Employees | — | — |
| g. | Clearing Members | 25790 | 0.16 |
| | Sub-Total (B)(2) | 14857785 | 91.72 |
| | Total Public Shareholding B = (B)(1) + (B)(2) | 14857785 | 91.72 |
| | TOTAL (A+B) | 16199100 | 100.00 |
| (C) | Shares held by Custodians and against Depositories Receipts have been issued | | |
| | GRANDTOTAL (A+B+C) | 16199100 | 100.00 |

(XII) Dematerialization of shares & liquidity

The Company's shares are compulsory traded in dematerialized form and are available for trading on both the Depositories in India viz. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). Company representing 66.80% of the company's share capital are dematerialized as on 30th June, 2007.

The Company's shares are listed and eligible to trade on the above-mentioned Stock Exchanges in electronic form.

Under the Depository System, the International Securities Identification Number (ISIN) allotted to the Company's shares is **INE : INE 695 B01017**

(XIII) Outstanding GDRs/ADRs/Warrants or any Convertible instruments, conversation date and likely impact on equity.

The Company has not issued any GDRs./ADRs/ Warrants or any convertible instruments.

(XIV) Plant Locations

Not Applicable

(XV) Address for Correspondence

8-2-703, Mahogany Complex,
Ground Floor, Amrutha Valley,
Road No.12, Banjara Hills,
Hyderabad – 500 034.
Ph: 040-64541609
Email: countrycondos@gmail.com

BY ORDER OF THE BOARD OF DIRECTORS
for **COUNTRY CONDO'S LIMITED**

PLACE : HYDERABAD
DATE : 27-08-2007

(D.KRISHNA KUMAR RAJU)
CHAIRMAN

(D.SREERAMA RAJU)
MANAGING DIRECTOR

COUNTRY CONDO'S LIMITED

DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT

I, D. Sreerama Raju, Managing Director of Country Condo's Limited hereby declare that all the Board members and senior managerial personnel have affirmed for the period ended 30th June 2007 compliance with the code of conduct of the company laid down for them.

D. Sreerama Raju,
Managing Director

Place : Hyderabad
Date : 27.08. 2007

CERTIFICATE BY THE CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO)

I, D. Sreerama Raju, Managing Director of Country Condo's Limited certify:

1. That we have reviewed the financial statements and the cash flow statement for the period ended 30th June, 2007 and to the best of our knowledge and belief;
 - These statements do not contain any materially untrue statement nor omit any material fact nor contain statements that might be misleading, and
 - These statements present a true and fair view of the company's affair and are in compliance with the existing accounting standards, applicable laws and regulations.
2. That there are, to the best of our knowledge and belief, no transactions entered into by the company during the period, which are fraudulent, illegal or violative of the company's code of conduct;
3. That we accept responsibility for establishing and maintaining internal controls, we have evaluated the effectiveness of the internal control systems of the company and we have disclosed to the auditors and the audit committee, deficiencies in the design or the operation of internal controls, if any, of which we are aware and the steps that we have taken or purpose to take and rectify the identified deficiencies and;
4. That we have informed the auditors and the audit committee of:
 - a) Significant changes in the internal control during the period;
 - b) Significant changes in accounting policies during the period and that the same have been disclosed in the notes to the financial statements; and
 - c) Instances of significant fraud of which we have become aware and the involvement or an employee having a significant role in the company's internal control system.

D. Sreerama Raju,
Managing Director

Place : Hyderabad
Date : 27.08. 2007

COUNTRY CONDO'S LIMITED

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

**To
The Members,
COUNTRY CONDO'S LIMITED
Hyderabad**

We have reviewed the records concerning the Company's compliance of the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement into by the company with the Stock Exchanges for the financial period ended on 30th June, 2007.

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

We have conducted our review on the basis of the relevant records and documents maintained by the company and furnished to us the examination and the information and explanations given to us by the company,

Based on such a review, and to the best of our information and according to the explanation given to us, in our opinion, the company has complied with the conditions of Corporate Governance as stipulated in the clause 49 of the Listing Agreement of the Stock exchanges.

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

For P. MURALI & CO.,
CHARTERED ACCOUNTANTS

PLACE : HYDERABAD
Date : 27-08-2007

P.MURALI MOHANA RAO
PARTNER.

COUNTRY CONDO'S LIMITED

AUDITORS' REPORT

To
The Members,
M/s.COUNTRY CONDO'S LIMITED

We have audited the attached Balance Sheet of COUNTRY CONDO'S LIMITED as at 30th June, 2007 and also the Profit & Loss Account for the period ended on the date annexed thereto and the cash flow statement for the period ended on that date. 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 the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement presentation. We believe that our audit provides a reasonable basis of our opinion .

As required by the Companies (Auditor's Report) order 2003 and as amended by the Companies (Auditor's Report) (Amendment) Order 2004, issued by the Central Government of India in terms of the sub-section(4A) of section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.

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

- (i) We have obtained all the information and explanations which to the best of our knowledge and belief necessary for the purposes of our Audit;
- (ii) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books;
- (iii) The Balance Sheet & Profit & Loss Account dealt with by this report are in agreement with the books of account;
- (iv) In our opinion, the Balance Sheet & Profit & Loss Account dealt with by this report comply with the Accounting standards referred to in sub-section (3C) of Section 211 of Companies Act, 1956;
- (v) On the basis of written representations received from the Directors, as on 30th June, 2007 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 30th June, 2007 from being appointed Director in terms of clause(g) of sub-section(1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, 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 of affairs of the Company as at 30th June, 2007
 - (b) In the case of the Profit & Loss Account, of the Loss for the period ended on that date;

And

- (c) In the case of the Cash Flow, of the cash flow statement for the period ended on that date ;

For **P. MURALI & CO.,**
CHARTERED ACCOUNTANTS

PLACE : HYDERABAD
DATE : 27-08-2007

P. MURALIMOHANA RAO
PARTNER

COUNTRY CONDO'S LIMITED

ANNEXURE TO THE AUDITORS' REPORT

- I.**
 - a) The company maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - (b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals and on material discrepancies between the book records and the physical inventory have been noticed on such verification.
 - (c) The company has not disposed off substantial part of the fixed assets during the year.
- II.**
 - (a) The Inventory has been physically verified during the year and in our opinion, the frequency of verification is reasonable.
 - (b) In our opinion, the procedures of the physical verification of inventory followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business. The company is maintaining proper records of inventory and as explained to us no material discrepancies noticed on physical verification of stocks as compared to book records.
- III.**
 - (a) The Company has not granted any loans, secured or unsecured to Companies, Firms or other Parties covered in the register maintained U/s.301 of the Companies Act, 1956.
 - (b) As the Company has not granted any loans, the clause of whether the rate of interest & other terms and conditions on which loans have been granted to parties listed in the register maintained under section 301 is prejudicial to the interest of company, is not applicable.
 - (c) As no loans are granted by company, the clause of receipt of interest & principal amount from parties, is not applicable to the company.
 - (d) No loans have been granted to Companies, Firms & other parties listed in the register U/s.301 of the Companies Act, 1956, hence overdue amount of more than rupees one lac does not arise and the clause is not applicable.
 - (e) The Company has not taken any loans, secured or unsecured from Companies, Firms or other Parties covered in the register maintained U/s.301 of the Companies Act, 1956.
 - (f) As the Company has not taken any loans, the clause of whether the rate of interest & other terms and conditions on which loans have been taken from parties listed in the register maintained under section 301 is prejudicial to the interest of company, is not applicable.
 - (g) As no loans are taken by the company, the clause of repayment of interest & principal amount to parties, is not applicable to the company.
- IV.** In our opinion and according to the information and explanations given to us, there are generally adequate internal control systems commensurate with the size of the company and the nature of its business with regard to purchase of inventory and fixed assets and for sale of goods and services. There is no continuing failure by the company to correct any major weaknesses in internal control.

COUNTRY CONDO'S LIMITED

- V.** (a) In our opinion and according to the information and explanation given to us , since no contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been made by the company in respect of any party in the financial year, the entry in the register U/s.301 of the Companies Act, 1956 does not arise.
- (b) According to the information and explanations given to us, as no such contracts or arrangements made by the company , the applicability of the clause of charging the reasonable price having regard to the prevailing market prices at the relevant time does not arise.
- VI.** The Company has not accepted any deposits from the public and hence the applicability of the clause of directives issued by the Reserve Bank of India and provisions of section 58A and 58AA or any other relevant provisions of the Act and the rules framed there under does not arise. As per information and explanations given to us the order from the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal has not been received by the Company.
- VII.** In our opinion, the company is having internal audit system, commensurate with its size and nature of its business.
- VIII.** In respect of the Company, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section(1) of section 209 of the Companies Act, 1956.
- IX.** a) The Company is regular in depositing statutory dues including PF,ESI,Excise Duty, and any other statutory dues with the appropriate authorities and at the last of the financial year there were no amounts outstanding which were due for more than 6 months from the date they became payable.
- b) According to the information and explanations given to us, no undisputed amounts are payable in respect of PF,ESI, and any other statutory dues as at the end of the period, for a period more than six months from the date they became payable.
- X.** The Company has been registered for a period of not less than 5 years, and its accumulated losses at the end of the financial year are more than fifty percent of its net worth and the company has incurred cash losses in this financial year and has not incurred cash losses in the immediately preceding financial year.
- XI.** According to information and explanations given to us, the Company has settled dues to banks.
- XII.** According to the information and explanations given to us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities and hence the applicability of the clause regarding maintenance of adequate documents in respect of loans does not arise.
- XIII.** This clause is not applicable to this Company as the Company is not covered by the provisions of special statute applicable to Chit Fund in respect of Nidhi/Mutual Benefit Fund/ Societies.
- XIV.** According to the information and explanations given to us, the company is not dealing or trading in shares, securities, Debentures and other investments and hence the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order 2003, are not applicable to the Company.

COUNTRY CONDO'S LIMITED

- XV.** 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, and hence the applicability of this clause regarding terms and conditions which are prejudicial to the interest of the company does not arise.
- XVI.** According to the information and explanations given to us, the Company has not obtained any Term Loans hence this clause is not applicable.
- XVII.** According to the information and explanations given to us, no funds are raised by the Company on short-term basis. Hence the clause of short term funds being used for long-term investment does not arise.
- XVIII.** According to the information and explanations given to us, the Company has not made any preferential allotment of Shares to parties and Companies covered in the Register maintained under section 301 of the Companies Act, 1956 and hence the applicability of the clause regarding the price at which shares have been issued and whether the same is prejudicial to the interest of the Company does not arise.
- XIX.** According to the information and explanations given to us, the company does not have any debentures and hence the applicability of the clause regarding the creation of security or charge in respect of debentures issued does not arise.
- XX.** According to information and explanations given to us, the company has not raised money by way of public issues during the year, hence the clause regarding the disclosure by the management on the end use of money raised by Public Issue is not applicable.
- XXI.** According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year under audit.

For **P.MURALI & CO.,**
CHARTERED ACCOUNTANTS

P.MURALIMOHANA RAO
PARTNER

PLACE : HYDERABAD
DATE : 27-08-2007

COUNTRY CONDO'S LIMITED

BALANCE SHEET AS AT 30-06-2007

| PARTICULARS | SCHEDULE NO'S | AS AT 30-06-2007 (Rupees) | AS AT 31-03-2006 (Rupees) |
|--|------------------|---------------------------------|---------------------------------|
| I SOURCES OF FUNDS | | | |
| 1. SHAREHOLDERS FUNDS | | | |
| a. Capital | 1 | 161,991,000 | 161,991,000 |
| b. Reserves & Surplus | | 37,113,500 | 37,113,500 |
| 2. LOAN FUNDS | | | |
| a. Secured Loans | 2 | — | 25,509,801 |
| b. Unsecured Loans | | 17,610,000 | 4,000,000 |
| 3. DEFERRED INCOMETAX LIABILITY | | 19,530,204 | 20,421,889 |
| TOTAL | | 236,244,704 | 249,036,190 |
| II APPLICATION OF FUNDS | | | |
| 1. FIXED ASSETS | 3 | | |
| a. Gross Block | | 108,845,305 | 153,500,917 |
| Less Depreciation | | 43,260,756 | 47,400,897 |
| b. Net Block | | 65,584,549 | 106,100,020 |
| 2. CURRENT ASSETS, LOANS & ADVANCES | | | |
| a. Inventories | | 598,430 | 598,430 |
| b. Sundry Debtors | 4 | — | 829,980 |
| c. Cash & Bank Balance | 5 | 2,782,408 | 553,380 |
| d. Loans & Advances | 6 | 22,422,839 | 24,984,919 |
| Less: Current Liabilities & Provisions | 7 | 2,043,107 | 3,118,108 |
| NET CURRENT ASSETS | | 23,760,570 | 23,848,601 |
| 4. PROFIT & LOSS ACCOUNT | | 146,899,585 | 119,087,568 |
| TOTAL | | 236,244,704 | 249,036,190 |
| NOTES TO ACCOUNTS | 9 | — | — |

AS PER OUR REPORT OF EVEN DATE
for **P. MURALI & CO.,**
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF THE BOARD
For **COUNTRY CONDO'S LIMITED**

P.MURALI MOHANA RAO
PARTNER

D.KRISHNA KUMAR RAJU
CHAIRMAN

D.SREERAMA RAJU
MANAGINGDIRECTOR

Md. OSMAN AKTHAR
COMPANY SECRETARY

PLACE: HYDERABAD
DATE : 27/08/2007

COUNTRY CONDO'S LIMITED

PROFIT & LOSS ACCOUNT FOR THE PERIOD FROM 1ST APRIL 2006 TO 30TH JUNE, 2007

| PARTICULARS | SCHEDULE NO'S | ENDING 30-06-2007 (Rupees) | ENDING 31.03.2006 (Rupees) |
|---|---------------|----------------------------|----------------------------|
| 1 INCOME | | | |
| Sales | | 2,788,000 | — |
| Other Income | | 312,000 | 624,000 |
| TOTAL | | 3,100,000 | 624,000 |
| 2 EXPENDITURE | | | |
| Administrative Expenses | 8 | 651,001 | 501,205 |
| Loss on sale of Land & Building | | 26,054,217 | — |
| Depreciation | | 7,961,254 | 6,670,882 |
| TOTAL | | 34,666,472 | 7,172,087 |
| 3 PROFIT / (LOSS) BEFORE TAX | | (31,566,472) | (6,548,087) |
| 4 PROVISION FOR TAXATION | | - | - |
| 5 DEFERRED INCOME TAX ASSET FOR CURRENT YEAR | | 891,685 | (176,408) |
| 6 PROFIT / (LOSS) AFTER TAX | | (30,674,787) | (6,724,495) |
| 7 PRIOR PERIOD INCOME/EXPENSES | | 2,862,769 | - |
| 8 PROFIT / (LOSS) AFTER PRIOR PERIOD ADJUST. | | (27,812,017) | - |
| 9 BALANCE BROUGHT FORWARD PROFIT/(LOSS) | | (119,087,568) | (112,363,073) |
| 10 BALANCE CARRIED FORWARD | | (146,899,585) | (119,087,568) |
| EARNINGS PER SHARE | | (1.89) | (0.42) |
| NOTES TO ACCOUNTS | 9 | - | - |

AS PER OUR REPORT OF EVEN DATE
for **P. MURALI & CO.,**
CHARTERED ACCOUNTANTS

P.MURALI MOHANA RAO
PARTNER

PLACE: HYDERABAD
DATE : 27/08/2007

FOR AND ON BEHALF OF THE BOARD
For **COUNTRY CONDO'S LIMITED**

D.KRISHNA KUMAR RAJU
CHAIRMAN

D.SREERAMA RAJU
MANAGING DIRECTOR

Md. OSMAN AKTHAR
COMPANY SECRETARY

COUNTRY CONDO'S LIMITED

SCHEDULE 1

SHARE CAPITAL

| PARTICULARS | AS AT 30.06.2007 (Rupees) | AS AT 31.03.2006 (Rupees) |
|--|---------------------------------|---------------------------------|
| AUTHORISED: | | |
| 20,000,000 Equity Shares of Rs.10/-Each | <u>200,000,000</u> | <u>200,000,000</u> |
| ISSUED, SUBSCRIBED & PAID-UP: | | |
| 16,199,100 Shares of Rs.10/-Each | 161,991,000 | 161,991,000 |
| TOTAL | 161,991,000 | 161,991,000 |

SCHEDULE 2 SECURED LOANS

| PARTICULARS | AS AT 30.06.2007 (Rupees) | AS AT 31.03.2006 (Rupees) |
|--------------------------------------|---------------------------------|---------------------------------|
| Working Capital Borrowing From Banks | - | 25,509,801 |
| TOTAL | - | 25,509,801 |

SCHEDULE 3 FIXED ASSETS

SLM

| Particulars | Gross Block as on 01.04.2006 | Additions during the year | Sale of assets during the year | Gross block as at 31.03.2007 | Depreciation upto 31.3.2006 | Depreciation as at 31.3.2007 | Depreciation from 1.4.07 to 30.6.07 | Depreciation on sale of assets | Total Depreciation 30.6.07 | Net Block as at 30.06.07 | Net Block as at 31.03.2006 |
|----------------------|------------------------------|---------------------------|--------------------------------|------------------------------|-----------------------------|------------------------------|-------------------------------------|--------------------------------|----------------------------|--------------------------|----------------------------|
| Land | 89491 | 0 | 89491 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 89491 |
| Land & Buildings | 44566121 | 0 | 44566121 | 0 | 10612887 | 1488508 | 0 | 12101395 | 0 | 0 | 33953233 |
| Furniture & Fixtures | 647844 | 0 | 0 | 647844 | 412272 | 41009 | 10252 | 0 | 463533 | 184311 | 235572 |
| Plant & Machinery | 105172017 | 0 | 0 | 105172017 | 34745974 | 4995671 | 1248918 | 0 | 40990563 | 64181454 | 70426043 |
| Art Work | 330526 | 0 | 0 | 330526 | 178839 | 15700 | 3925 | 0 | 198464 | 132062 | 151687 |
| Blocks | 597574 | 0 | 0 | 597574 | 323045 | 28385 | 7096 | 0 | 358526 | 239048 | 274529 |
| Cylinders | 918456 | 0 | 0 | 918456 | 492578 | 43627 | 10907 | 0 | 547111 | 371345 | 425878 |
| Vehicles | 46128 | 0 | 0 | 46128 | 46128 | 0 | 0 | 0 | 46128 | 0 | 0 |
| Misc. fixed Assets | 1132760 | 0 | 0 | 1132760 | 589174 | 53806 | 13452 | 0 | 656432 | 476328 | 543586 |
| Total | 153500917 | 0 | 44655612 | 108845305 | 47400897 | 6666705 | 1294549 | 12101395 | 43260756 | 65584549 | 106100019 |

COUNTRY CONDO'S LIMITED

SCHEDULE 4

SUNDRY DEBTORS

| PARTICULARS | AS AT 30.06.2007 (Rupees) | AS AT 31.03.2006 (Rupees) |
|--|--|--|
| (Debts considered good & unsecured) Sundry Debtors | | |
| Debts outstanding for a period exceeding six months | - | 829,980 |
| TOTAL | - | 829,980 |

SCHEDULE 5

CASH & BANK BALANCES

| PARTICULARS | AS AT 30.06.2007 (Rupees) | AS AT 31.03.2006 (Rupees) |
|---------------------|--|--|
| Cash in hand | 2,685,176 | 545,744 |
| Balances with Banks | 97,232 | 7,636 |
| TOTAL | 2,782,408 | 553,380 |

SCHEDULE 6

LOANS & ADVANCES

| PARTICULARS | AS AT 30.06.2007 (Rupees) | AS AT 31.03.2006 (Rupees) |
|--------------------|--|--|
| Advances & Others | 21,399,839 | 23,805,012 |
| Deposits | 1,023,000 | 1,179,907 |
| TOTAL | 22,422,839 | 24,984,919 |

COUNTRY CONDO'S LIMITED

SCHEDULE 7 CURRENT LIABILITES & PROVISIONS

| PARTICULARS | AS AT 30.06.2007 (Rupees) | AS AT 31.03.2006 (Rupees) |
|-----------------------------------|--|--|
| Sundry Creditors | 582,020 | 582,021 |
| Other Liabilities | 1,278,483 | 2,378,483 |
| Outstanding Expenses & Provisions | 182,604 | 157,604 |
| TOTAL | 2,043,107 | 3,118,108 |

SCHEDULE- 8 MANUFACTURING ,SELLING & ADMINISTRATIVE EXPENSES

| PARTICULARS | AS AT 30.06.2007 (Rupees) | AS AT 31.03.2006 (Rupees) |
|------------------------------|--|--|
| Salaries | 222,000 | - |
| Electricity Charges | 45,912 | - |
| Property Tax | 142,426 | - |
| Audit Fee | 25,000 | 25,000 |
| BSE Listing Fee | 30,000 | - |
| NSE Listing Fee | 48,219 | - |
| Bank Charges | 29,803 | - |
| Consultancy charges | 25,000 | - |
| Printing & Stationery | 8,036 | - |
| Other Administative Expenses | 74,605 | 476,205 |
| | 651,001 | 501,205 |

COUNTRY CONDO'S LIMITED

SCHEDULE - 9

NOTES FORMING PART OF THE ACCOUNTS

A SIGNIFICANT ACCOUNTING POLICIES

General :

- (i) These accounts are prepared on the historical cost basis and on the accounting principles of a going concern.
- (ii) Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles.

Revenue Recognition :

- (i) The Company follows the Mercantile system of Accounting and recognises income and expenditure on accrual basis.
- (ii) Revenue is not recognised on the grounds of prudence, until realised in respect of liquidated damages, delayed payments as recovery of the amounts are not certain.

Fixed Assets :

- (i) Fixed assets are stated at cost less accumulated depreciation. Cost of acquisition of fixed assets is inclusive of freight, duties, taxes and incidental expenses thereto.

Depreciation and Amortisation :

- (i) Depreciation is provided on straight line method on pro-rata basis and at the rates and manner specified in the Schedule XIV of the Companies Act, 1956.

Inventories:

Inventories are valued at cost or market price whichever is lower.

Taxation :

The current charge for income tax is calculated in accordance with the relevant tax regulations applicable to the Company. Deferred tax asset and liability is recognised for future tax consequences attributable to the timing differences that result between the profit offered for income tax and the profit as per the financial statements. Deferred tax asset & liability are measured as per the tax rates/laws that have been enacted or substantively enacted by the Balance Sheet date.

Earning Per Share:

The earning considered in ascertaining the company's earning per share comprises net profit after tax. The number of shares used in computing basic earning per share is the weighted average number of shares outstanding during the year.

Gratuity :

No provision for gratuity has been made as no employee has put in qualifying period of service for entitlement of this benefit.

COUNTRY CONDO'S LIMITED

B. NOTES ON ACCOUNTS

- 1 Particulars of Employees in accordance with Sub-section (2A) of Section 217 of the Companies Act, 1956 read with Companies (Particulars of Employees) Rule 1975.

NIL

| | | |
|-----------------------------|---------------------|----------------------|
| 2. Auditor's Remuneration : | <u>Current Year</u> | <u>Previous Year</u> |
| | (Rs.) | (Rs.) |
| Audit Fee | 25,000/- | 25,000/- |

- 3 Detailed information regarding quantitative particulars under part II of Schedule VI to the Companies Act, 1956.

| <u>Quantitative particulars</u> | <u>Qty.</u> | <u>value (Rs.)</u> |
|---------------------------------|-------------|--------------------|
| A. Turnover | Nil | 27,88,000 |
| B. Purchases | Nil | Nil |
| C. Opening Stock | | |
| Raw Materials (Kgs) | 2506.78 | 580501 |
| Medicines (Bottles) | 900 No.s | 12679 |
| Medicines (Boxes) | 98 No.s | 5250 |
| D. Closing Stock | | |
| Raw Materials (Kgs) | 2506.78 | 580501 |
| Medicines (Bottles) | 900 No.s | 12679 |
| Medicines (Boxes) | 98 No.s | 5250 |

4. The company has not provided for interest for secured loans.
5. There are no dues to SSI Units outstanding for more than 30 days.
6. No confirmations were obtained from debtors/creditors as to the balances receivable from/payable to them as at year end.
7. In accordance with Accounting Standard 22 (AS 22) issued by the ICAI, the Company has accounted for deferred income tax during the year. The deferred income tax provision for the current year amounts to Rs.8,91,685/- towards deferred income tax Asset. (Previous year Rs.1,76,408/- towards deferred income tax Liabilities).
8. The company has settled the outstanding with Karnataka Bank and all dues are settled.
9. Previous years figures have been regrouped wherever necessary.
10. The figures have been rounded off to the nearest rupee.

SIGNATURES TO SCHEDULES 1 To 9

AS PER OUR REPORT OF EVEN DATE
for **P. MURALI & CO.,**
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF THE BOARD
For **COUNTRY CONDO'S LIMITED**

P.MURALI MOHANA RAO
PARTNER

D.KRISHNA KUMAR RAJU
CHAIRMAN

D.SREERAMA RAJU
MANAGING DIRECTOR

Md. OSMAN AKTHAR
COMPANY SECRETARY

PLACE: HYDERABAD
DATE : 27/08/2007

COUNTRY CONDO'S LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 30-06-2007

| | Current Year Rs.In lakhs 30-6-2007 | Previous Year Rs.In lakhs 31-3-2006 |
|---|--|---|
| A. CASH FLOW FROM OPERATING ACTIVITIES: | | |
| Net profit/(Loss)before taxation, and extraordinary Items | -315.66 | (65.48) |
| Adjustments for: | | |
| Depreciation | 79.61 | 66.71 |
| Interest expenses | | |
| Loss on sale on Fixed Assets | 260.54 | |
| Operating Profit before working capital changes | 24.49 | 1.23 |
| Trade and other receivables | 33.92 | |
| Inventories | | |
| Trade payables | -10.75 | 0.25 |
| Cash generated from operations | 47.66 | 1.48 |
| Interest paid | | |
| Prior period adjustments | 28.63 | |
| Add : Exchange fluctuation loss | | |
| Less : tax paid | | |
| NET CASH FLOW FROM OPERATING ACTIVITIES | 76.29 | 1.48 |
| B. CASH FLOW FROM INVESTING ACTIVITIES: | | |
| Purchase of fixed assets | | |
| Capital work in process | | |
| Investments | | |
| Sale / adjustment of Fixed Assets | 65.00 | |
| NET CASH USED IN INVESTING ACTIVITIES | 65.00 | - |
| C. CASH FLOW FROM FINANCING ACTIVITIES: | | |
| Proceeds from share capital | | |
| Repayment of secured loan | -255.10 | |
| Unsecured Loan | 136.10 | |
| NET CASH USED IN FINANCING ACTIVITIES | -119.00 | - |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | 22.29 | 1.48 |
| Cash and Cash equivalents as at (Opening Balance) | 5.53 | 4.05 |
| Cash and Cash equivalents as at (Closing Balance) | 27.82 | 5.53 |

AS PER OUR REPORT OF EVEN DATE
for **P. MURALI & CO.,**
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF THE BOARD
For **COUNTRY CONDO'S LIMITED**

P.MURALI MOHANA RAO
PARTNER

D.KRISHNA KUMAR RAJU
CHAIRMAN

D.SREERAMA RAJU
MANAGINGDIRECTOR

Md. OSMAN AKTHAR
COMPANY SECRETARY

PLACE: HYDERABAD
DATE : 27/08/2007

To
The Board of Directors
COUNTRY CONDO'S LIMITED

We have examined the attached Cash Flow Statement of M/s Country Condo's Limited for the the period ended 30th June, 2007. The Statement has been prepared by the company in accordance with the requirement of Clause 32 of listing agreement with Stock Exchange and is based on and in agreement with the corresponding Profit & Loss Account and Balance Sheet of the Company covered by our report of 27th August 2007 to the member of the Company.

PLACE: HYDERABAD
DATE: 27-08-2007

for **P. MURALI & CO**
CHARTERED ACCOUNTANTS
(P. MURALI MOHANA RAO)
PARTNER

Statement Pursuant to part IV of Schedule VI to the Companies Act, 1956:

Balance Sheet Abstract and Company's General Business Profile

I. I. REGISTRATION DETAILS

Registration No. - State Code

Balance Sheet Date

II. CAPITAL RAISED DURING THE YEAR (AMOUNT IN RS. THOUSANDS)

| | |
|---|--|
| PUBLIC ISSUE <input type="text" value=""/> | RIGHTS ISSUE <input type="text" value=""/> |
| BONUS ISSUE <input type="text" value=""/> | PRIVATE PLACEMENT <input type="text" value=""/> |

III. POSITION OF MOBILISATION AND DEPOLOYMNET OF FUNDS (OUNT IN RS. THOUSANDS)

| | |
|---|---|
| TOTAL LIABILITIES <input type="text" value="2"/> <input type="text" value="3"/> <input type="text" value="6"/> <input type="text" value="2"/> <input type="text" value="4"/> <input type="text" value="4"/> | TOTAL ASSETS <input type="text" value="2"/> <input type="text" value="3"/> <input type="text" value="6"/> <input type="text" value="2"/> <input type="text" value="4"/> <input type="text" value="4"/> |
| SOURCE OF FUNDS | |
| PAID - UP CAPITAL <input type="text" value="1"/> <input type="text" value="6"/> <input type="text" value="1"/> <input type="text" value="9"/> <input type="text" value="9"/> <input type="text" value="1"/> | RESERVES & SURPLUS <input type="text" value="3"/> <input type="text" value="7"/> <input type="text" value="1"/> <input type="text" value="1"/> <input type="text" value="3"/> |
| SECURED LOANS <input type="text" value=""/> | UNSECURED LOANS <input type="text" value="1"/> <input type="text" value="7"/> <input type="text" value="6"/> <input type="text" value="1"/> <input type="text" value="0"/> |
| | DEFERED INCOME TAX <input type="text" value="1"/> <input type="text" value="9"/> <input type="text" value="5"/> <input type="text" value="3"/> <input type="text" value="0"/> |
| APPLICATION OF FUNDS | |
| NET FIXED ASSETS <input type="text" value="6"/> <input type="text" value="5"/> <input type="text" value="5"/> <input type="text" value="8"/> <input type="text" value="4"/> | INVESTMENTS <input type="text" value=""/> |
| NET CURRENT ASSETS <input type="text" value="2"/> <input type="text" value="3"/> <input type="text" value="7"/> <input type="text" value="6"/> <input type="text" value="0"/> | MISC. EXPENDITURE <input type="text" value=""/> |
| ACCUMULATED LOSSES <input type="text" value="1"/> <input type="text" value="4"/> <input type="text" value="6"/> <input type="text" value="8"/> <input type="text" value="9"/> <input type="text" value="9"/> | |

IV PERFORMANCE OF COMPANY (AMOUNT IN RS. THOUSANDS)

| | |
|---|---|
| TURNOVER <input type="text" value="3"/> <input type="text" value="1"/> <input type="text" value="0"/> <input type="text" value="0"/> | TOTAL EXPENDITURE <input type="text" value="3"/> <input type="text" value="4"/> <input type="text" value="6"/> <input type="text" value="6"/> <input type="text" value="6"/> |
| + - PROFIT /LOSS BEFORE TAX <input type="text" value="3"/> <input type="text" value="1"/> <input type="text" value="5"/> <input type="text" value="6"/> <input type="text" value="6"/> | + - PROFIT / LOSS AFTER TAX <input type="text" value="3"/> <input type="text" value="0"/> <input type="text" value="6"/> <input type="text" value="7"/> <input type="text" value="4"/> |
| EARNING PER SHARE IN RS. <input type="text" value="1"/> <input type="text" value="8"/> <input type="text" value="9"/> | DIVIDEND RATE % <input type="text" value=""/> |

for and on behalf of the Board
for **COUNTRY CONDO'S LIMITED**

(D.KRISHNA KUMAR RAJU) (D.SREERAMA RAJU)
CHAIRMAN MANAGING DIRECTOR

Md. OSMAN AKTHAR
COMPANY SECRETARY

PLACE : HYDERABAD
DATE : 27.8.2007

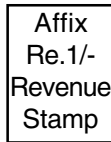
COUNTRY CONDO'S LIMITED

8-2-703, Mahogany Complex, Ground Floor, Amrutha Valley,
Road No.12, Banjara Hills,Hyderabad – 500 034.

PROXY FORM

I/We of
..... being a member/
members of the above named company hereby appoint of
..... as my/our proxy to vote
for me/us on my/our behalf at the 20th Annual General Meeting of the company to be held on Satur-
day, the 29th September, 2007 at 10.00 AM at Sri Vasavi Arya Vysya Sangam, Kattedan, Hyderabad
– 500 077 and at any adjournment thereof.

Signed this..... day of _____ 2007.



Signature

- NOTE :
- a) A Member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote instead of himself.
 - b) Proxy need not be a member.
 - c) The proxy form duly completed should be deposited at the registered office of the company not less than 48 hours before the time fixed for holding the meeting.

.....cut here.....

COUNTRY CONDO'S LIMITED

8-2-703, Mahogany Complex, Ground Floor, Amrutha Valley,
Road No.12, Banjara Hills,Hyderabad – 500 034.

ATTENDANCE SLIP

(Please present this slip at the entrance of the meeting venue)

Regd. Folio Shares held
DP ID..... Client ID.....

I hereby record my presence at the 20th Annual General Meeting of the company to be held on
Saturday, the 29th September, 2007 at 10.00 AM at Sri Vasavi Arya Vysya Sangam, Kattedan,
Hyderabad – 500 077

Name of the Shareholder :

Name of the Proxy :

Signature of member/proxy :

Note : 1) To be signed at the time of handing over this slip.
Members are requested to register their names at least 15 minutes prior to the commencement of
the meeting.

PRINTED MATTER

BOOK POST

If undelivered please return to :

COUNTRY CONDO'S LIMITED

8-2-703, Mahogany Complex,

Ground Floor, Amrutha Valley,

Road No.12, Banjara Hills,Hyderabad – 500 034.