

**Saurashtra Containers Pvt. Ltd**

**Annual Report**

**2012 – 2013**

# SAURASHTRA CONTAINERS PRIVATE LIMITED



## BOARD OF DIRECTORS

MR. DIPAK AGARWALLA	Director
MR. S.K. SINHA	Director
MR. RAGHAV AGARWALLA	Director
MR. HARSH SINHA	Director

## CORPORATE OFFICE

C-93, Mittal Towers,  
Nariman Point,  
Mumbai - 400 021

## OPERATIONS

Saurashtra Enclave,  
Bharat C F S Zone-1  
SEZ Road  
Mundra-  
Gujarat-370421

## BANKERS

State Bank of India

## AUDITORS

M/S. Kucheria & Associates  
Chartered Accountants  
Mumbai.

Share holders are requested to bring their Copies of the Annual Report with them to the Meeting.

NOTICE

NOTICE is hereby given that the Eighth Annual General Meeting of the Company will be held at the Registered Office of the Company at C-93 Mittal Towers, Nariman Point, Mumbai – 400 021 on 20th day of August 2013 at 3.00 p.m. to transact the following business:

## ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Accounts of the Company for the year ended on 31ST March 2013 and the reports of Directors and Auditors thereon.
2. To Appoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration. The retiring Auditors M/s. Kucheria & Associates, Chartered Accountants, Mumbai, being eligible, offer themselves for re-appointment.

For and on behalf of the Board of Directors.

Place: Mumbai  
Date: 24. 06.2013

  
S. K. SINHA  
Director

## NOTES:

A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.

THE INSTRUMENT APPOINTING A PROXY SHOULD HOWEVER BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY DULY COMPLETED NOT LESS THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

## DIRECTOR'S REPORT

To The Shareholders,

Your Directors have pleasure in presenting their Eighth Annual Report with the Audited Accounts for the financial year ended 31st March 2013.

## FINANCIAL RESULTS:

Financial result of the financial year under review is as under:-

(Amount In Lacs)

	Year ended 31 <sup>st</sup> March 2013		Year ended 31 <sup>st</sup> March 2012	
Sales and other Income		5344.41		4750.45
Profit before Interest Depreciation & Tax		1749.97		1341.97
Less: Interest		366.59		365.31
Profit before Depreciation & tax		1383.37		976.66
Less: Depreciation		692.63		1262.15
Profit \ Loss before tax		690.74		(285.49)
Less: Provision for Tax		244.26		(97.44)
a) Deferred Tax	199.74		(83.91)	
b) Provision for Income Tax	143.50		0	
c) Provision for Income Tax Earlier Year			(13.52)	
d) Mat Credit Entitlement	(98.98)		0	
Profit \ (Loss) after Tax.		446.48		(188.05)
Add: Balance brought forward from the Previous Year		(331.24)		(143.19)
Surplus carried to Balance Sheet		115.24		(331.24)

During the year, your company operational revenue has increased by 12.50% with increase in container handling volume by 7% with this increased in revenue and volume resulted increase in EBITDA by 30 % as compared to previous year.

The company continued to maintain its market share and holds its No 2 position in Mundra CFS market in second consecutive year.

The overall performance of your Company for the year under review has been Satisfactory.

#### A) DIVIDEND

During the year company has earned good profit but in view to conserve the liquidity for ongoing expansion project. The board of directors has decided not to recommend any dividend.

#### B) OPERATIONS

During the year, company has experienced a considerable growth in Import container volume as compared to previous year. Due to slow down in world economies more particularly European market resulted in low exports of commodities and other material from India. Hence company has majorly focused on Handling Import Cargo and achieved better revenue. Your company has handled (Import and export) 45671 TEU as compared to 42538 TEU in previous year. The company has also handled 1,07,374 Empty TEU against 25127 TEU previous year which has resulted in generating additional revenue to the company.

Your company has continued to increase its fleet of Trailers and other operational equipments. This is resulted into increased operational efficiency & enhanced the service level to customers. By adapting the "in-house" model, your company has continued to reduce the operational expenses which in turn have increased the profitability.

#### C) EXPANSION PROJECT

Due to better infrastructure facilities coupled with efficient services by Mundra Port, Mundra port has shown increase by attracting more volumes as compare to other western ports in India. There is lot of development at Mundra port 1900.mtr. of new area has been earmarked in Southport for two new berth facility is in operation. Due to this, the total capacity of Mundra port will enhance by 50%. Hence, company expects a substantial increase in volumes. The Company is gearing up for the upcoming opportunity in the next financial year. In that regard Company has undertaken major expansion project at Mundra CFS.

In this phase of expansion company will mainly do following facility

**Paver Block :** This is to cover 40,000 sq.mt. of Yard with pave block. By this, the stacking capacity will increased substantially and also whole yard will be covered with paver blocks. This will help for smooth movement of Vehicle and Equipment.

**Ware House :** The Company is constructing two new ware house having storage area of nearly 7500 sq.mt. This is to attract and facilitate customer requirement of cargo storage.

**Office Premises :** The company has purchased a office Premises at Gandhidham which is major Hub for Import and Export from Northern part of India.

With completion of above expansion projects your company will not only reduce its operational cost but also enhance its efficiency.

D) FINANCE

Your company has approached State Bank of India for funding the company's above said expansion project .The same was considered and sanctioned term loan of Rs.12 crore as against project cost of Rs.17.25 crore. The balance Rs.5.25 crore will be funded by promoter contribution as Interest free unsecured loan to the company. The company has also raised vehicle loan of Rs.8.60 crore during the year to meet additional requirements of its operations.

During the year, your company has re paid term loan of Rs.356.01 lacs and Rs 731.65 lacs towards equipment loans. The company has been regular in payment of its EMIs and Interest to the lender banks and other NBFCs.

Your Company continues to enjoy good support from State Bank of India for its normal banking requirements from time to time.

E) FIXED DEPOSITS.

The company has not accepted any fixed deposits from public.

F) INSURANCE

The company's Fixed Assets been adequately insured.

G) DEMATERIALISATION OF EQUITY SHARES:

The Company has registered with M\S Purva Share Registry India Pvt Ltd for Dematerialization of its shares.

H) SECRETARIAL COMPLIANCE CERTIFICATE:

As required under the provisions of the Companies Act, 1956, the Company is required to obtain Secretarial Compliance Certificate from a Practicing Company Secretary. The Company has complied with the same and the same is attached and form part of the Directors Report.

#### I) DIRECTORS' RESPONSIBILITY STATEMENT

As required u/s 217A (2AA) of the Companies Act, 1956 your directors hereby state

- a) That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) That the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31<sup>st</sup> March 2013 and its Profit for the year ended on that date.
- c) That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- d) That the directors have prepared the annual accounts on going concern basis.

#### J) AUDITORS

The Company's Auditors, M/s. Kucheria & Associates, Chartered Accountants retire at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. Members are requested to appoint auditors for the current year and fix their remuneration.

#### K) EMPLOYEES

Your Directors express their deep appreciation for the co-operation and support by employees at all levels of the company. Your Directors wish to emphasize safe working culture in the organization and urge all employees to not only follow safety standards but also excel in all safety parameters.

#### L) AUDITORS'S REPORT

The Board has duly examined the statutory auditors report to accounts and clarifications wherever necessary, have been included in the Notes to Accounts section of the Annual Report.

#### M) ENVIRONMENT AND POLLUTION CONTROL:

The company has been taking adequate steps to control pollution and protect the environment and has been securing necessary approvals from the concerned authorities time to time.

N) PERSONNEL

The None of the employees who receive remuneration in excess of limit prescribed under Section 217 (2A) of the companies Act, 1956 read with the companies (particulars of Employee) Rules, 1975.

O) PARTICULARS REGARDING CONSERVATION OF ENERGY ETC.

As required Under Section 217 ( 1 0 ( e) of the Companies Act, 1956 read with Rule 2 of the Companies ( Disclosure of Particulars in the Report of Directors ) Rules 188 the particulars relating to conservation of energy, technology, absorption and foreign exchange earnings and outgo are as under:

(a) The Company has no activities relating to conversion of energy.

(b) 1. The Company has made no provision for Research and Development Expenditure

2. The Company has no activity relating to technology, absorption adoption and Innovation.

(c) FOREIGN EXCHANGE EARNING & OUTGO

During the year under report, Foreign Exchange earnings and Outgoing is NIL.

P) ACKNOWLEDGEMENTS

Your directors wish to express their grateful thanks to the Company's Bankers State Bank of India for their valuable support. Your Directors also acknowledge the co-operation and dedicated services rendered by all Officers and Employees of the Company.

For and on behalf of the Board of Directors.

Place: Mumbai  
Date: 24.06.2013

  
S. K. Sinha  
Director

  
Raghav Agrawalla  
Director



# KUCHERIA AND ASSOCIATES

## Chartered Accountants

59, Jolly Maker Chamber No.2, Nariman Point, Mumbai 400 021

Tel: +91-22-22028461, 22022306 Email: [ajit@kucheria.co.in](mailto:ajit@kucheria.co.in)

### INDEPENDENT AUDITOR'S REPORT

To the Members of SAURASHTRA CONTAINERS PRIVATE LIMITED

#### Report on the Financial Statements

1. We have audited the accompanying financial statements of **Saurashtra Containers Private Limited** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March , 2013, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

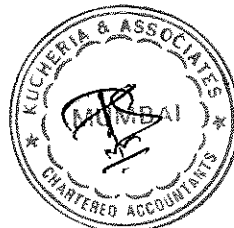
#### Management's Responsibility for the Financial Statements

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

#### Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

AUD.Saurashtra Container



# KUCHERIA AND ASSOCIATES

## Chartered Accountants

### Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2013;
- (b) in the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date, and
- (c) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

7. As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies {Auditor's Report} (Amendment) Order, 2004, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
8. As required by Section 227(3) of the Act, we report that:
- (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- (d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act;
- (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2013 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

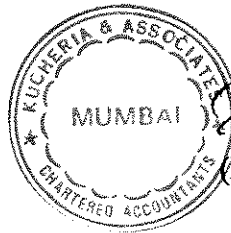


**KUCHERIA AND ASSOCIATES**  
**Chartered Accountants**

(f) According to the information and explanations given to us, in relation to the affairs of the company, the company has suffered loss on account of major fire at Mundra on 23rd October 2009 and half of the warehouse valued Rs.3,21,33,741/- (based on management representation letter) was fully damaged. Due to this the value of the net fixed assets would have been lower by Rs. 3,21,33,741/-. The management has neither reduced this amount from the Gross Block of Fixed Assets nor booked as loss due to fire till report date.

**For KUCHERIA & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

**FRN.105391W**



PLACE: **Mumbai**  
DATED: **24<sup>th</sup> June, 2013**

  
**(PUNEET SINGHVI)**

**Partner**  
**M. No. 112460**

# KUCHERIA AND ASSOCIATES

## Chartered Accountants

59, Jolly Maker Chamber No.2, Nariman Point, Mumbai 400 021

Tel: +91-22-22028461, 22022306 Email: [ajit@kucheria.co.in](mailto:ajit@kucheria.co.in)

### ANNEXURE TO AUDITOR'S REPORT

#### THE MEMBERS, SAURASHTRA CONTAINERS PRIVATE LIMITED

Referred to in paragraph 3 of our report of even date

1. (a) The company has maintaining proper records to showing full particulars, including quantitative details and situation of its fixed assets.  
  
(b) All the assets have been physically verified by the management as per its policy of conducting the verification on continuing basis, covering the entire assets within a period three years. No material discrepancies were noticed on such verification as per management representation letter received on 21<sup>st</sup> June, 2013.  
  
(c) The Company has not disposed off any fixed asset during the year, except the 50% part of the warehouse has lost due to fire occurred on 23<sup>rd</sup> October 2009, which was not reduced from the gross block of fixed assets.
2. The Company has taken any loan unsecured from companies firms or other parties covered in the register maintained under section 301 of 'The Companies Act, 1956 and the balance as on 31<sup>st</sup> March, 2013 is Rs.4,07,00,000/-
3. 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 services, fixed assets and for the sale of services. Further, on the basis of our examination and according to the information and explanations given to us, we have neither come across nor have we been informed of any instance of major weakness in the aforesaid internal control procedures
4. a) In our opinion and according to the information and explanations given to us, the transactions that need to be entered into the Register maintained under section 301 of the Act have been so entered.  
  
b) In our opinion, and according to the information and explanations given to us. The transactions made in pursuance of contracts or arrangement entered in the register maintained under section 301 of the Act, and exceeding the value of five lakh rupees in respect of any party during the year have been made at prices which are reasonable having regard to the market prices prevailing at the relevant time.
5. The Company has not accepted any deposits from the public to which the provisions of sections 58A and 58AA of the Companies Act, 1956 and the rules framed there under would apply.

AUD.Saurashtra Container



# KUCHERIA AND ASSOCIATES

## Chartered Accountants

6. The Company has an internal audit system, which, in our opinion, is commensurate with its size and nature of its business.
7. In our opinion, and according to the information and explanations given to us, maintenance of cost records under section 209(1) (d) of the Act pursuant to the Rules made by the Central Government is not applicable to the Company.
8. According to the information and explanations given to us and according to the books and records as produced and examined by us, in our opinion, the undisputed statutory dues in respect of provident fund, income-tax, sales-tax, customs duty, excise duty and other material statutory dues as applicable, have been regularly deposited by the Company during the year with the appropriate authorities. As there is no disputed statutory dues, the clause (ix) (b) of paragraph 4 of the said Order, is not applicable.
9. In our opinion, the accumulated loss of the company is not more than fifty percent of its net worth. Further the company has not incurred any cash loss during the financial year covered by the audit and immediate preceding financial year.
10. In our opinion and according to the information and explanation given to us, the company has not defaulted in repayment of dues to a financial institution, bank and debentures holders.
11. We are of the opinion that the company has maintained adequate records where the company has granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
12. In our opinion, the company is not a chit fund or a nidhi mutual benefit fund/society. Therefore the provision of clause 4(xiii) of the company (Audit report) order, 2003 are not applicable to the company.
13. In our opinion the company is not dealing in or trading in shares securities, debentures and investment. Accordingly the provision of clause 4(xiv) of the companies (Audit report) order, 2003 are not applicable to the company.
14. In our opinion the terms and conditions on which the company has given guarantees for loan taken by the others from bank and other financial institutes are not prejudicial to the interest of the company.
15. In our opinion the term of loans has been applied for the purpose of for which they were raised.
16. According to the information and explanation given to us, and on an overall examination of the balance sheet of the company. We report that the no fund raised of the -short term basis have been used for long term investment.
17. According to the information and explanation given to us, the company has made preferential allotment to the parties and companies covered in the register maintained



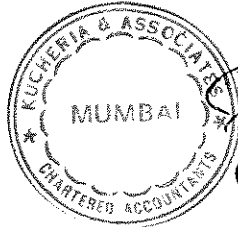
**KUCHERIA AND ASSOCIATES**  
**Chartered Accountants**

under section 301 of the Act, In our opinion, the price at which shares have been issued is not prejudicial to the interest of the company.

18. According to the information and explanation given to us during the period covered by our audit report, the company has not issued any debentures.
19. According to the information and explanation given to us, no fraud on or by the company has been noticed or reported during the course of our audit.
20. Other provisions of Sub Section 4A of Section 227 of Companies Act 1956 Companies (Auditors Report) Order 2003 is not applicable.

**For KUCHERIA & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

**FRN.105391W**



**(PUNEET SINGHVI)**

**Partner**

**M. No. 112460**

PLACE: **Mumbai**  
DATED: **24<sup>th</sup> June, 2013**

**Saurashtra Containers Pvt. Ltd**  
**Balance Sheet as at March 31, 2013**

				Amt.in Rs.	
Particulars		Notes	March 31, 2013		March 31, 2012
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>				
	Shareholders' Funds				
	Share Capital	3	22500000		22500000
	Reserves and Surplus	4	109024029	131524029	64375527
	<b>Non - current liabilities</b>				
	Long term borrowings	5	259001042		264102770
	Deferred tax liabilities (Net)	6	20232962		258786
	Other long term liabilities	7	7500000	286734004	7500000
	<b>Current Liabilities</b>				
	Short term borrowings	8	51025812		12708423
	Trade payables	9	51580268		47109729
	Other current liabilities	10	142104200		120000437
	Short term provisions	11	6647266	251357546	0
	<b>TOTAL</b>			<b>669615579</b>	<b>538555672</b>
<b>II.</b>	<b>ASSETS</b>				
	<b>Non - current assets</b>				
	Fixed Assets				
	Tangible assets	12	472025524		455625979
	Capital Work in Progress	12	96872555		-
	Non - current investments	13	9400000		-
	Long term loans and advances	14	834992	579133071	930926
	<b>Current Assets</b>				
	Inventories	15	310997		980731
	Trade receivables	16	24010452		29899397
	Cash and Cash equivalents	17	5639760		16298612
	Short term loans and advances	18	60468669		34820027
	Other current assets	19	52630	90482508	-
	<b>TOTAL</b>			<b>669615579</b>	<b>538555672</b>

The notes attached form an integral part of the Balance sheet

As per our report of even date attached

For, Kucheria & Associates

Chartered Accountants

(Firm Registration No : 105391W)

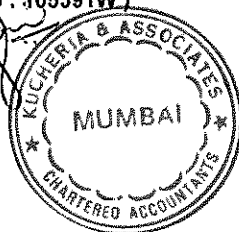
[Puneet Singhvi]

Partner

Membership No : 112460

Place : MUMBAI

Date : 24th June, 2013



For and on behalf of the Board of Directors

S. K. Sinha  
Director

Raghu Agarwala  
Director

**Saurashtra Containers Pvt. Ltd**  
**Statement of Profit and Loss for the year ended March 31, 2013**

Amt. in Rs.

Particulars	Notes	March 31, 2013		March 31, 2012	
<b>Income</b>					
Revenue from Operations	20	571641784		483561270	
Less : Service Tax		48977171	522664613	14729433	468831837
Other Income	21		11776719		6213891
<b>Total revenue</b>			<b>534441332</b>		<b>475045728</b>
<b>Expenses</b>					
Operating Expenses	22		146192442		182365684
Employee benefits expense	23		31602812		17937330
Finance costs	24		36659807		36881240
Depreciation and amortization expense	25		69263379		126214987
Other expenses	26		181648881		140194894
<b>Total Expenses</b>			<b>465367321</b>		<b>503594135</b>
<b>Profit Before Tax</b>			<b>69074011</b>		<b>(28548407)</b>
Less: Tax Expense					
Current Tax			14350000		0
Deferred Tax			19974176		(8390672)
Add: Income tax written back of earlier year			0		1352473
			<b>34749835</b>		<b>(18805262)</b>
Add: Mat Tax Credit Entitlement			9898667		0
<b>Profit for the Year</b>			<b>44648502</b>		<b>(18805262)</b>
<b>Earnings per equity share of Rs. 10/- each</b>					
Basic			19.84		(8.36)
Diluted					


The notes attached form an integral part of the Balance sheet

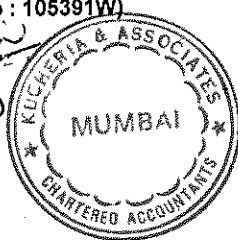
As per our report of even date attached

For, Kucheria & Associates

Chartered Accountants

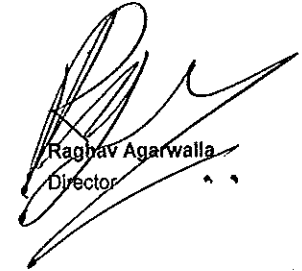
(Firm Registration No : 105391W)

  
 [Puneet Singhvi]  
 Partner  
 Membership No : 112460  
 Place : MUMBAI  
 Date : 24th June, 2013



For and on behalf of the Board of Directors

  
 S. K. Sinha  
 Director

  
 Raghav Agarwalla  
 Director



**Saurashtra Containers Pvt. Ltd**  
**Cash Flow as at March 31, 2013**

Amt. in Rs.

Particulars	Notes	March 31, 2013		March 31, 2012	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>					
Net Profit before Tax			69074011		(28548407)
adjustments for:					
Depreciation		69263379		126214987	
Interest paid on term loan		31235780		32895510	
Loss on sales of assets		396637		-	
		-	100895796	-	169110497
Operating profit before Working capital change			169969807		130562090
Adjustment					
Inc. (dec.) in inventories		669734		(834389)	
Inc. (dec.) in debtors		5888954		10214703	
Inc. (dec.) in loans & advances		(23409411)		(9504802)	
Inc. (dec.) in current liabilities		6063092	(10787631)	24089940	24165452
Cash from Operating Activities			159182176		154727542
Less : Income tax paid			0		5602527
Net cash from Operating Activities <b>A</b>			159182176		149125015
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>					
Share Application Money		(9400000)			
Purchase of fixed assets		(183498925)		(124316926)	
Proceeds from Sales of fixed Assets		566808		13656	
Net cash from used in Investing Activities <b>B</b>			(192332117)		(124303270)
<b>C. CASH FLOW FROM FINANCING</b>					
Term loan received		124493529		76529352	
Term loan Paid		(108766660)		(69252094)	
Unsecured Loan		38000000		2700000	
Interest on term loan		(31235760)		(32895510)	
Net cash used In Financing Activities <b>C</b>			22491089		(22918252)
Net Increase(decrease) in cash and cash equivalents(A+B+C)			(10658852)		1903493
Cash and cash equivalents as at Beginning of Period			16298612		14395119
Cash and cash equivalents as at 31.03.2013			5639760		16298612

As per our report of even date attached

For, Kucheria & Associates

Chartered Accountants

(Firm Registration No : 105391W)

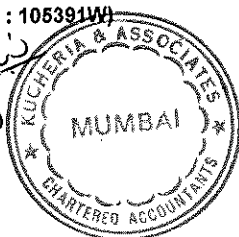
[Puneet Singhvi]

Proprietor

Membership No : 112460

Place : MUMBAI

Date : 24th June 2013



For and on behalf of the Board of Directors

S. K. Sinha  
Director

Raghav Agarwalla  
Director

**1. CORPORATE INFORMATION**

Saurashtra Containers Pvt. Ltd. is having its container freight station at Mundra. The company has acquired 25 acres of land at Mundra Port. The main activity is to handle Import and Export Cargo and Containers.

**2. SIGNIFICANT ACCOUNTING POLICIES:****a) METHOD OF ACCOUNTING**

The financial statements are prepared on the basis of a going concern in accordance with the relevant presentation requirements of the Companies Act, 1956 under the historical cost convention and on accrual basis except in the case of significant uncertainties.

**b) FIXED ASSETS AND DEPRECIATION**

Fixed assets are stated at cost of acquisition less accumulated depreciation. Depreciation is provided on the Written down value Method at the rates specified in Schedule XIV of the Companies Act, 1956. The Company provides pro-rata depreciation on additions or adjustments to disposals of fixed assets during the year. Leasehold land is amortized equally over the period of the lease.

**c) INVESTMENTS**

Investments are valued at cost of acquisition. Long-term investments are valued at cost except in case of permanent diminution in their value, wherein necessary provision is made.

**d) BORROWING COSTS**

Borrowing costs incurred in relation to the acquisition, construction of assets are capitalized as the part of the cost of such assets up to the date when such assets are ready for intended use. Other borrowing costs are charged as an expense in the year in which they are incurred.

**e) SUNDRY DEBTORS AND LOANS AND ADVANCES**

Sundry Debtors and Loans and Advances are stated after making adequate provisions for doubtful balances.

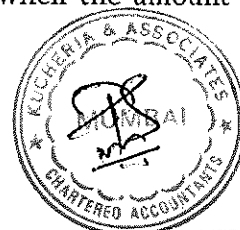
**f) REVENUE RECOGNITION**

Operational income is accounted on accrual basis. Revenue & expenses for sale of abandoned cargo are recognized when auctioned.

Dividend income is recognized when the right to receive dividend is established.

**g) FOREIGN CURRENCY TRANSACTION**

Expenditure in foreign currency is accounted at the exchange rate prevalent when such expenditure is incurred. Exchange differences are recorded when the amount



actually received on sales or actually paid when expenditure is incurred is converted into Indian Rupees. The exchange differences arising on foreign currency transactions are recognized as income or expense in the period in which they arise.

Current assets and current liabilities denominated in foreign currency, to the extent not covered by forward contracts, are translated at the exchange rate prevalent at the date of the balance sheet. The resulting difference is also recorded in the profit and loss account. In the case of forward contracts, the difference between the forward rate and the exchange rate on the date of the transaction is recognized as income or expense over the life of the contract.

#### h) TAXATION

Current tax in respect of taxable income for the year is determined as per provisions of the Income Tax Act, 1961.

The deferred tax charge or credit is recognized using current tax rates. Where there is an unabsorbed depreciation or carry forward loss, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Other deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. Deferred tax assets/liabilities are reviewed as at each Balance Sheet date based on developments during the year and available case laws, to reassess realization/liabilities.

#### i) CONTINGENT LIABILITIES

These are disclosed by way of notes to the Balance Sheet. Provision is made in the accounts in respect of those contingencies, which are likely to materialize into liabilities after the year end, till the finalization of accounts and have material effect on the position stated in the Balance Sheet.

#### j) IMPAIRMENT OF ASSETS

In pursuant of Accounting Standard 28 issued by The Institute of Chartered Accountants of India, the Company has assessed Impairment of Asset as on 31<sup>st</sup> March, 10. However based on such assessment the Company has ascertained the impairment as Rs. Nil.

#### k) RETIREMENT BENEFITS

Retirement benefits in the form of Provident Fund which are defined contribution schemes are charged to the Profit & Loss Account of the year.

The Company has obtained a Group Gratuity Policy from the Life Insurance Corporation of India, in respect of liability towards gratuity. Contributions made against this Policy as per actuarial valuation done by Life Insurance Corporation are charged to revenue of the relevant year of payment. The Provident Fund and Family Pension Fund, as managed by Employees Provident Fund Organization of Government of India under Employees Provident Fund Act 1952. Liability in respect of unavailed leave of employees as on the date of the Balance Sheet is provided for as per the rules of the Company.

#### l) VALUATION OF INVENTORIES:

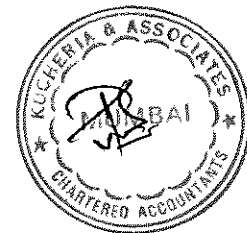
Closing Stock of Diesel : At Cost.



**Saurashtra Containers Pvt. Ltd**  
**Notes forming part of the financial statements as at March 31, 2013**

Particulars	Amt.in Rs.			
	March 31, 2013		March 31, 2012	
	No of shares	Amount	No of shares	Amount
<b>3 SHARE CAPITAL</b>				
<b>Authorized:</b>				
Equity shares of Rs. 10 /- each	5000000	50000000	5000000	50000000
Redeemable Preference Share Capital of Rs.10 each	7500000	75000000	7500000	75000000
	<b>12500000</b>	<b>125000000</b>	<b>12500000</b>	<b>125000000</b>
<b>Issued, Subscribed and fully paid up:</b>				
Equity shares of Rs. 10 /- each	2250000	22500000	2250000	22500000
<b>Total</b>	<b>2250000</b>	<b>22500000</b>	<b>2250000</b>	<b>22500000</b>
<b>a Details of shareholders holding more than 5 % shares in the company.</b>				
<b>Particulars</b>	<b>No. of shares</b>	<b>% of Holding</b>	<b>No. of shares</b>	<b>% of Holding</b>
1) The Great Valley Co.Ltd	750000	33.33%	750000	33.33%
2) Molshree Trade Invest Pvt Ltd.	675000	30.00%	675000	30.00%
3) Smt.Vibha Agarwalla.	620000	27.55%	620000	27.55%
<b>b Terms of securities convertible into equity shares</b>				
For shares to be issued on conversion of compulsory Convertible debentures. (Refer Note - 5b)				

Particulars	March 31, 2013		March 31, 2012	
<b>4 RESERVES AND SURPLUS</b>				
<b>a Securities premium account</b>				
Balance as at the beginning and end of the year		97500000		97500000
<b>b Surplus in the statement of Profit and Loss</b>				
Balance as at the beginning of the year	(33124473)		(14319211)	
Add /Less : Profit/(Loss) for the year	44648502	11524029	(18805262)	(33124473)
<b>Total</b>		<b>109024029</b>		<b>64375527</b>



**Saurashtra Containers Pvt. Ltd**  
**Notes forming part of the financial statements as at March 31, 2013**

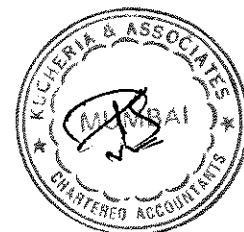
		Amt.in Rs.	
Particulars		March 31, 2013	
		March 31, 2012	
<b>5</b>	<b><u>LONG - TERM BORROWINGS</u></b>		
<b>a.</b>	<b>Secured</b>		
	Term Loans		
	- from Bank	133061882	130106839
	Less: Current maturities of long term debt (Refer Note - i)	42944121	36609734
	- from Banks - (For Vehicle)	28266730	25398918
	Less: Current maturities of long term debt (Refer Note - ii)	16764798	11328684
	- from Non Banking Finance Companies	122032185	112445560
	Less: Current maturities of long term debt (Refer Note - iii)	61706636	52965929
		90117761	93497105
		11501932	14070234
		60325549	59479631
<b>b.</b>	<b>Unsecured</b>		
	Debentures		
	97,05,580 (97,05,580) Compulsory Convertible Debentures of Rs. 10/- each.		
	97,05,580 Compulsory Convertible Debentures of Rs. 10/- each will be converted into fully paid up equity share of Rs. 10/- each on 11th January 2016 on the basis of an independent valuation of the company as may be acceptable to the subscriber and the Saurashtra Containers Private Limited.		
	Loans		
	- from Others		
		97055800	97055800
	<b>Total Long Term Borrowings</b>	<b>259001042</b>	<b>264102770</b>
	<b>Note:</b>		
<b>1</b>	<b>Term Loans</b>		
	Term Loan funded by State Bank of India :-On Primary security as First charge over entire Fixed Assets (present & future) such as land, building, plant & machinery & other Fixed assets Including Equitable Mortgage of lease hold rights over 25 acre of land situated at Bharat CFS Zone-1, GAPL Mundra,Kutch.		
	Further, Secured by Corporate Guarantee of Saurashtra Fuels Pvt Ltd,		
	Further guaranteed by Personal guarantee of Shri Dipak Agarwalla & Shri S.K. Sinha, Directors of the Company.		
	Term Loans are carrying interest rate of 13.95% and repayable as under:		
	Year		
	2013-14 Quarterly Instalments of Rs. 1.04 crores each		
	2014-15 Quarterly instalments of Rs. 1.30 crores each		



**Saurashtra Containers Pvt. Ltd**
**Notes forming part of the financial statements as at March 31, 2013**

Amt. In Rs.

Particulars		March 31, 2013		March 31, 2012	
ii	Vehicle Loans from ICICI Bank Ltd. & HDFC Bank Ltd. are secured by hypothecation of vehicles financed by them respectively. Further guaranteed by Personal guarantee of Shri Dipak Agarwalla & Shri S.K. Sinha, Directors of the Company  These Term Loans are carrying interest rates ranging from 8% to 13% and repayable by EMIs over a period of 1-4 years.				
iii	Vehicle Loans from Reliance Consumer finance Ltd, Sundaram Finance Ltd, GE Capital TFS Ltd, Mahindra & Mahindra Finance Services Ltd, Magma Fincorp Ltd and Tata Motors Finance Ltd. Tata Capital Finance Ltd. are secured by hypothecation of vehicles financed by them respectively.  Further guaranteed by Personal guarantee of Shri Dipak Agarwalla & Shri S.K. Sinha, Directors of the Company  These Term Loans are carrying interest rates ranging from 8% to 13% and repayable by EMIs over a period of 2-5 years.				
6	<b><u>DEFERRED TAX LIABILITIES (NET)</u></b>				
a.	Deferred tax liability				
	Depreciation allowances		20232962		20195066
b.	Deferred tax assets				
	Carried forward losses under Income Tax Act, 1961		0		19936280
	<b>Deferred tax Liabilities) (Net)</b>		<b>20232962</b>		<b>258786</b>
7	<b><u>OTHER LONG - TERM LIABILITIES</u></b>				
	Trade payable				
	Deposits		7500000		7500000
	<b>Total</b>		<b>7500000</b>		<b>7500000</b>



**Saurashtra Containers Pvt. Ltd**  
**Notes forming part of the financial statements as at March 31, 2013**

Particulars	Amt. in Rs.	
	March 31, 2013	March 31, 2012
<b>8 SHORT TERM BORROWINGS</b>		
<b>a. Secured</b>		
Working Capital Loans - from Banks CC (Refer Note - I)	10325812	10008423
<b>b. Unsecured</b>		
from Directors	40700000	2700000
<b>Total Short Term Borrowings</b>	<b>51025812</b>	<b>12708423</b>
<b>Note:</b>		
<b>i</b> Working Capital facilities financed by State Bank of India, is secured by exclusive charge on the entire current assets of the company (Present & future) along with Collateral security - Extension of charges over entire Fixed Assets (present & future) such as land, building, plant & machinery & other Fixed assets Including Equitable Mortgage of lease hold rights over 25 acre of land situated at Bharat CFS Zone-1, GAPL Mundra, Kutch.		
Further, Working Capital facilities are secured by corporate Guarantee of Saurashtra Fuels Pvt Ltd,		
Further guaranteed by Personal guarantee of Shri Dipak Agarwalla & Shri S.K. Sinha, Directors of the Company		

Particulars	March 31, 2013		March 31, 2012	
<b>9 TRADE PAYABLES</b>				
For Goods & Services	45799370		47109729	
Due to Associates companies	5780898	51580268	-	47109729
<b>Total</b>		<b>51580268</b>		<b>47109729</b>
<b>10 OTHER CURRENT LIABILITIES</b>				
<b>Current maturities of long - term debt</b>				
- from Banks Instalments due in twelve months	42944121		36609734	
- from Other Banks Instalments due in twelve months (Refer Note - I & II of 5)	16764798		11328684	
- from NBFC - Instalments due in twelve months (Refer Note - III of 5)	61706636	121415555	52965929	100904347
<b>Other payables</b>				
Trade & Security Deposits received		1968176		1196698
Advances from customers		3104121		4126485
Statutory Liabilities		15616348		13772907
<b>Total</b>		<b>142104200</b>		<b>120000437</b>
<b>11 SHORT TERM PROVISIONS</b>				
Provision for Income tax (net of advances)		6647266		
<b>Total</b>		<b>6647266</b>		<b>0</b>

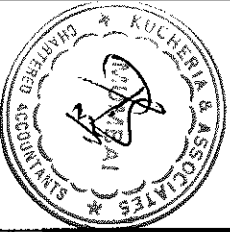


**Saurashtra Containers Pvt. Ltd**  
**Notes forming part of the financial statements as at March 31, 2013**

Fixed Assets:

Amt in Rs.

Particulars	GROSS BLOCK (AT COST)				DEPRECIATION				NET BLOCK	
	As at beginning of current reporting period	Additions for the year	Deductions during the year	As at end of current reporting period	As at beginning of current reporting period	For the year	Deductions	As at end of current reporting period	As at end of current reporting period	As at end of previous reporting period
<b>Tangible Assets</b>										
<b>Own assets</b>										
<b>Container Division</b>										
Leasehold land and site dev	77,391,978	-	-	77,391,978	20,067,621	2,866,890		22,994,511	54,457,467	57,324,358
Buildings	242,161,348	35,451,479	-	277,612,827	51,990,269	9,941,813		61,932,082	215,680,745	190,171,079
Electrical Installations	18,555,088	807,358	-	19,050,384	10,710,522	1,104,759	190,037	11,625,244	7,425,140	7,844,566
Plant & Machinery	125,622,848	27,818,757	312,062	152,481,589	21,402,984	15,981,892	134,597	37,250,279	115,231,310	104,219,864
Commercial Vehicle	56,731,220	15,486,534	-	72,217,754	19,537,453	16,154,877		35,692,330	36,525,424	37,193,767
Office Equipments	2,757,912	688,607	-	3,426,519	1,115,602	267,403		1,383,005	2,043,514	1,642,310
Computers & EDI systems	9,605,339	746,949	-	10,352,288	7,918,493	796,300		8,714,793	1,637,495	1,686,846
Furniture & Fixtures	9,089,950	750,024	-	9,839,974	5,633,886	709,211	23,199	6,343,097	3,496,877	3,456,064
Vehicles	6,197,593	4,896,662	39,200	11,055,055	2,386,644	2,253,054		4,616,499	6,438,556	3,810,949
<b>Logistics Division</b>										
Computers & EDI systems	185,820	-	-	185,820	98,639	34,872		133,511	52,309	87,181
Vehicles	1,270,657	-	-	1,270,657	420,569	220,088		640,657	630,000	850,088
Logestic Motor Vehicles	93,936,509	-	-	93,936,509	46,630,692	18,922,327		65,553,019	28,383,490	47,305,817
Office Equipments	36,900	-	-	36,900	3,810	9,891		13,701	23,199	33,090
<b>Intangible assets</b>										
Others (Specify nature)										
Capital Work in Progress		96,872,555		96,872,555					96,872,555	
<b>TOTAL</b>	<b>643,543,162</b>	<b>183,498,925</b>	<b>1,311,278</b>	<b>825,730,809</b>	<b>187,917,184</b>	<b>69,263,379</b>	<b>347,833</b>	<b>256,832,730</b>	<b>568,898,079</b>	<b>455,625,979</b>
<b>Previous Year</b>	<b>547,245,816</b>	<b>124,316,926</b>	<b>280,195,80</b>	<b>643,543,162</b>	<b>61,704,216</b>	<b>64,349,951.02</b>	<b>2019</b>	<b>187,917,183</b>	<b>455,625,979</b>	<b>457,537,695</b>

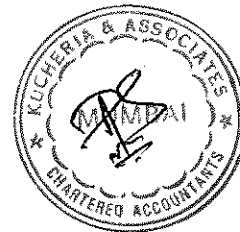




**Saurashtra Containers Pvt. Ltd**

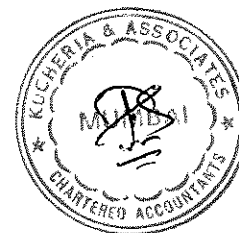
**Notes forming part of the financial statements as at March 31, 2013**

	Particulars	Amt. in Rs.	
		March 31, 2013	March 31, 2012
<b>13</b>	<b><u>NON CURRENT INVESTMENTS</u></b>		
	Other than trade investments (Unquoted at cost)		
	Share Application Money	9400000	-
		9400000	0
	Less: Provision for diminution in value of Investments	-	-
	<b>Total</b>	<b>9400000</b>	<b>0</b>
<b>14</b>	<b><u>LONG TERM LOANS AND ADVANCES</u></b>		
	Unsecured, Considered good		
	Security deposits	834992	930926
	Other advances	-	-
	<b>Total</b>	<b>834992</b>	<b>930926</b>



**Saurashtra Containers Pvt. Ltd**
**Notes forming part of the financial statements as at March 31, 2013**

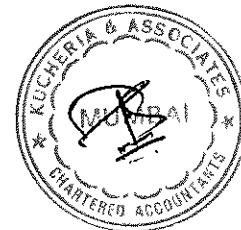
		Amt. in Rs.	
	Particulars	March 31, 2013	March 31, 2012
15	<b><u>INVENTORIES</u></b>		
	At lower of cost and net realisable value		
	Consumables - Diesel	310997	980731
	<b>Total</b>	<b>310997</b>	<b>980731</b>
16	<b><u>TRADE RECEIVABLES</u></b>		
	Unsecured, Considered Good		
	Trade receivables outstanding for a period exceeding six months from the date they were due for payment	896357	1954923
	Other Trade receivables	19992396	20140272
	Due from Associate Companies	3121699	7804202
	<b>Total</b>	<b>24010452</b>	<b>29899397</b>
17	<b><u>CASH AND CASH EQUIVALENTS</u></b>		
	Cash and Cash Equivalents		
	Cash on hand	13694	296275
	In current accounts with Banks	2410971	12874278
	In deposit accounts with Banks as Margin money against Letter of Credit and Bank Guarantees	3215095	3128059
	<b>Total</b>	<b>5639760</b>	<b>16298612</b>
18	<b><u>SHORT TERM LOANS AND ADVANCES</u></b>		
	Unsecured, considered good unless otherwise stated		
	Loans and advances to employees	1782573	330751
	Prepaid expenses	1519548	1479974
	Balance with government authorities		
	Excise Duty Receivable	3927390	2911388
	Mat Tax credit receivable	16583428	6684767
	Income Tax Refund Receivable	9592771	5879964
	Advance Income tax ( net of provision for income tax )	0	6006017
	Advance for capital Expenditures	1350560	1000000
	Advance to suppliers for expenses	3886911	1316214
	Advance to Associates company	10598200	9210952
	Other advances	11227288	-
	<b>Total</b>	<b>60468669</b>	<b>34820027</b>
19	<b><u>OTHER CURRENT ASSETS</u></b>		
	Interest accrued on deposits	52630	-
	Other	-	-
	<b>Total</b>	<b>52630</b>	<b>-</b>



**Saurashtra Containers Pvt. Ltd**
**Notes forming part of the financial statements as at March 31, 2013**

Amt. In Rs.

	Particulars	March 31, 2013		March 31, 2012	
<b>20</b>	<b><u>REVENUE FROM OPERATIONS</u></b>				
	Operations				
	Container Division				
	Container handling and storage charges	469543737		303028519	
	Ground Rent charges	674096		228528	
	Transportation charges	101423951		177335233	
	<b>Total</b>		<b>571641784</b>		<b>480592280</b>
	Other operating revenues				
	Sales of Scrap		0		2968990
	<b>Total</b>		<b>0</b>		<b>2968990</b>
	<b>Grand Total</b>		<b>571641784</b>		<b>483561270</b>
	Less Service Tax paid		48977171		14729433
	<b>Net Total</b>		<b>522664613</b>		<b>468831837</b>
<b>21</b>	<b><u>OTHER INCOME</u></b>				
	Interest				
	on bank deposits	279393		154306	
	others	910483	1189876	699170	853476
	Office Rent Charges		3267873		2394121
	Other non - operating Income		7318970		2966294
	<b>Total</b>		<b>11776719</b>		<b>6213891</b>
<b>22</b>	<b><u>OPERATING EXPENSES</u></b>				
	Container handling charges	23212618		12512188	
	Labour Charges	56902884		48529461	
	House keeping expenses	2078603		1574615	
	Custom staff charges	4935301		4097605	
	Lease Rent	6595644		6595644	
	Survey charges	5291600		4754950	
	Transport charges	47175792		104301221	
	<b>Total</b>		<b>146192442</b>		<b>182365684</b>



**Saurashtra Containers Pvt. Ltd**  
**Notes forming part of the financial statements as at March 31, 2013**

		Amt. In Rs.			
		March 31, 2013		March 31, 2012	
<b>23</b>	<b><u>EMPLOYEE BENEFITS EXPENSES</u></b>				
	Salaries, wages and Incentives	22030074		13965218	
	Contribution to provident and other funds	974286		630428	
	Remuneration to whole time directors	7200000		2256000	
	Staff welfare expenses	1398452	31602812	1085684	17937330
<b>24</b>	<b><u>FINANCE COSTS</u></b>				
	Interest Expenses			32895510	
	- On Term Loans	31235780			
	- On Working Capital	5424027	36659807	3635730	36531240
	Other borrowing costs		0		350000
	<b>Total</b>		<b>36659807</b>		<b>36881240</b>
<b>25</b>	<b><u>DEPRECIATION &amp; AMORTISATION EXPENSES</u></b>				
	Depreciation as refer Note No. 12		69263379		126214987
	P.Y. ( Company has changed accounting policy of Deprecation from Stralght Line Method to Written down Value Method . Due to said change Deprecation has Increased By Rs.61865036 pertains to earller years)				
<b>26</b>	<b><u>OTHER EXPENSES</u></b>				
	Stores consumption	30876217		23513816	
	Power and Fuels expenses	69112506		59556173	
	Water Charges	682589		804633	
	Repairs and Maintenance				
	Plant and Machlnery	3182079		1423742	
	Bulldings	2555478		745385	
	Others- Temporary warehouse	1904591		1736594	
	Rent, Rates and Taxes	1405703		201003	
	Insurance	2594633		1506613	
	Computer maintenance	1206930		248190	
	Vehicle Hire Charges	3156899	116677625	7946663	97682812
	<b>Establishment Expenses</b>				
	Auditors remuneration				
	For Audit	175000		175000	
	For taxation matters	125000		75000	
	For other services	35750		5000	
	Advertisement Expenses	281426		256988	
	Auction Expenses	946508		524733	
	Bank charges	1605829		625890	
	Donation	79160		61853	
	General Expenses	1035251		761136	
	Service Tax	1486140		2460228	
	Loss on sales of Assets	396637		0	
	Postage and Telegram	61280		56569	
	Printing and stationery	490764		580331	
	Professional and legal charges	1597177		774607	
	Sundry Balances written off	743473		5473066	
	Security Services charges	3284237		5922993	
	Telephone Expense	1116455		1101418	
	Travelling Expenses	1666873		1118371	
	Vehicle Expenses	1037856	16164816	1431912	21405095
	Preliminary Expenses				
	<b>Selling and Distribution Expenses</b>				
	Business Promotion Expenses	5205536		3672148	
	Commission Paid	43600904	48806440	17434839	21106987
	<b>Total</b>		<b>181648881</b>		<b>140194894</b>



27. The Revised Schedule VI has become effective from April 1, 2011 for the preparation of financial statements. This has significantly impacted the disclosure and presentation made in the financial statements. Previous year's figures have accordingly been regrouped/reclassified to correspond with the current year's classification / disclosure.

28. DISCLOSURE UNDER SECTION 22 OF THE MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT 2006.

In the absence of information regarding status of Suppliers as defined under the interest on Delayed Payment to Small Scale and Ancillary Industrial undertaking Act, 2006 the amount overdue and remaining unpaid on account of principal and/or interest at the close of the financial year to such suppliers could not be determined.

29. EMPLOYEES BENEFITS PLANS

Defined Benefits Plans

The Company offers its employees defined benefit plans in the form of gratuity schemes. Gratuity Scheme covers all employees as statutorily required under Payment of Gratuity Act 1972. The Company contributes fund to Life Insurance Corporation of India which is irrevocable. Commitments are actuarially determined by Life Insurance Corporation of India at the year end and Company contributes accordingly.

The Plan assets of the company are managed by the Life Insurance Corporation Of India the composition of the Investment relating to these assets is not available with the company.

Defined Contribution Plans

The Company offers its employees benefits under defined contribution plans in the form of Provident Fund and Family Pension Fund. Both the employees and the Company pay's twelve percent of basic salary as contribution into The Provident Fund and Family Pension Fund as managed by Employees Provident Fund Organization of Government of India under Employees Provident Fund Act 1952.

A sum of Rs.9.74 lacs (Rs.6.30 Lacs) has been charged to the Statement of Profit and Loss in this respect.



30. SEGMENT INFORMATION

The company has no reportable segments with reference to Accounting Standard 17.

31. The company has suffered loss on account of major fire at Mundra on 23rd October 2009 and half of the warehouse valued Rs.3,21,33,741/- approximately was fully damaged. The company has not finalized the actual quantum of loss in terms of value since some technical report and Insurance Claim with United India Insurance Company Ltd are pending. Loss on account of this will be accounted for as and when claim finalized with insurance company. During the year company has not accounted depreciation on the above said damaged warehouse.

32. Service Tax liability discharged on accrual basis during the year. The company has shown Service Tax payable under current Liabilities on the basis of Invoices raised during the year. The liability is accounted by the management; the same have been relied by the auditor.

33. RELATED PARTY INFORMATION

1. Related Party Disclosure

Enterprises under significant influence of key management personnel	Key Management personnel and their relatives
1. Saurashtra Fuels Pvt. Ltd.	Mr. Dipak Agarwalla Director
2. Magnum Shipping Services	Mr. Surendra Kumar Sinha Director
3. Saurashtra Ferrous Pvt. Ltd	Mr. Raghav Agarwalla Director
4. Classic Energy (India) Pvt. Ltd	Mr. Navin Kumar Sinha Director <i>till 31.03.2012</i>
5. Saurashtra Power Pvt. Ltd.	Mr. Harsh Sinha Director
6. Magnum Baron Containers Pvt. Ltd.	



Related Party Transactions

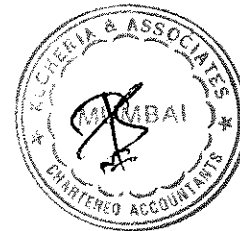
( Amt. in Rs.)

2. (i) The following is a summary of significant related party transactions :

Particulars	Key management Personnel & their relatives		Enterprises under significant influence of key management		Total	
	2013	2012	2013	2012	2013	2012
Services Given	-	-	64546524	69623929	64546524	69623929
Rent Received	-	-	850655	7146516	850655	7146516
Remuneration	7200000	2256000	-	-	7200000	2256000
Advance given	-	-	30426800	10365952	30426800	10365952
Advance Recovered	-	-	28874552	1155000	28874552	1155000
Loan Received	43950000	2700000	-	-	43950000	2700000
Loan Repaid	5950000	-	-	-	5950000	-
Expenses	-	-	17763253	-	17763253	-
Vehicle Hire Charges Paid	-	-	1393600	4054240	1393600	4054240
Expenses Reimbursed	-	-	4092743	29542	4092743	29542
Purchases	-	-	24570000	-	24570000	-
Advance Received	-	-	5780898	-	5780898	-
Investment	-	-	9400000	-	9400000	-

(ii) The Company has the following amounts due from/to related parties at the end of the year.

Particulars	Key management Personnel & their relatives		Enterprises under significant influence of key management		Total	
	2013	2012	2013	2012	2013	2012
Outstanding Balances						
Advance given / Loans given	-	-	10763200	9210952	10763200	9210952
Debtors outstanding	-	-	2956699	7804202	2956699	7804202
Advance Received	-	-	5780898	-	5780898	-
Loan Received	40700000	2700000	-	-	40700000	2700000
Investment	-	-	9400000	-	9400000	-



Sr. No.	Details of material transactions during the year	31.03. 2013	31.03. 2012
A	Sale of Services		
	1 Saurashtra Ferrous Pvt. Ltd	0	73981
	2 Classic Energy (India) Pvt.Ltd.	0	736831
	3 Saurashtra Fuels Pvt.Ltd.	51478586	67879873
	4 Magnum Shipping Services	741707	933442
	5 Magnum Baron Containers Pvt.Ltd.	12326231	0
B	Rent Received		
	1 Saurashtra Fuels Pvt. Ltd	592227	7146516
	2 Magnum Shipping Services	202248	0
	3 Magnum Baron Containers Pvt.Ltd.	56180	0
C	Remuneration Given		
	1 Mr.Raghav Agarwalla	3600000	2256000
	2 Mr.Harsh Sinha	3600000	0
D	Advance Given		
	1 Saurashtra Power Pvt. Ltd.	1800000	8800000
	2 Magnum Shipping Services	1645000	1565952
	3 Magnum Baron Containers Pvt.Ltd.	2600000	0
	4 Saurashtra Ferrous Pvt.Ltd.	24381800	0
E	Advances Recovered		
	1 Magnum Shipping Services	1890952	1155000
	2 Saurashtra Power Pvt. Ltd.	10600000	0
	3 Saurashtra Ferrous Pvt.Ltd.	13783600	0
	4 Magnum Baron Containers Pvt.Ltd.	2600000	0
F	Loan Received		
	1 Mr.Raghav Agarwalla	30350000	1350000
	2 Mr.Navin Sinha	0	1350000
	3 Mr.Harsh Sinha	13600000	0
G	Loan Repaid		
	1 Mr.Raghav Agarwalla	4600000	0
	2 Mr.Navin Sinha	1350000	0
H	Expenses		
	1 Magnum Baron Conatiners Pvt.Ltd.	17763253	0
I	Vehicle Hire Charges Paid		
	1 Saurashtra Ferrous Pvt. Ltd	0	252000
	2 Saurashtra Fuels Pvt. Ltd	1393600	3802240
J	Expenses reimbursed		
	1 Saurashtra Fuels Pvt. Ltd	90762	12500
	2 Classic Energy (India) Pvt.Ltd.	0	17042
	3 Magnum Baron Containers Pvt.Ltd.	3990465	0
	4 Magnum Shipping Services	11516	0





K	Purchases		
	Saurashtra Ferrous Pvt.Ltd.	24570000	0
L	Advance Received		
	1 Saurashtra Fuels Pvt.Ltd.	5780898	0
M	Investment Saurashtra Power Pvt Ltd	9400000	0
N	Sundry Receivable		
	1 Saurashtra Fuels Pvt.Ltd.	0	7756232
	2 Saurashtra Power Pvt.Ltd.	0	8800000
	3 Magnum Shipping Services	430666	458922
	4 Magnum Baron Containers Pvt.Ltd.	2691033	0
	5 Saurashtra Ferrous Pvt.Ltd.	10598200	0

34. EARNING PER SHARE

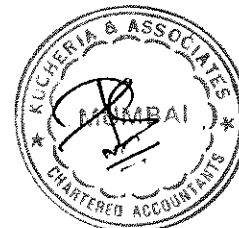
(Rs. in Lacs)

	As on 31.03.13	As on 31.03.12
Profit After tax.	446.48	(188.05)
No. of Equity Share for EPS	2 250 000	2 250 000
Nominal value of Equity Share	Rs. 10.00	Rs. 10.00
Basic Earning per equity share	Rs. 19.84	Rs. (8.36)

35. AUDITORS REMUNERATION

(Amt.in Rs.)

Particulars	2012-13	2011-12
a) Audit Fees.	175000	175000
b) Taxation & Other Certification Fees	160750	80000
Total	335750	255000



36. CONTINGENT LIABILITIES.

( Rs. in Lacs)

(Not provided for )	2013	2012
Corporate Guarantee in favour of Associate company	35518.00	25981.00
Guarantees issued to the Company by its banker secured by fixed deposits.	149.85	149.85
Custodian Bond Issued to Commissioner of Customs	1200.00	1200.00
Estimated amount of contracts remaining to be executed on capital account and not provided.	792.49	NIL
Legal case against the company for damage of goods under our Premises. The company is confident that it is not payable.	7.14	7.14

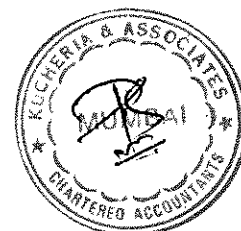
37. LOANS, ADVANCES & TRADE RECEIVABLES INCLUDES:

- a) Advance given to M/s Saurashtra Ferrous Private Limited in which directors are interested, a company under the same management, Rs 105.98 Lacs (Previous Year Rs.NIL). Maximum outstanding during the year Rs. 217.51 Lacs;
- b) Advance given to M/s Magnum Shipping Services. in which directors are interested, a firm under the same management, Rs.1.65 Lacs (Previous Year Rs.5.62). Maximum outstanding during the year Rs.1.65 Lacs;
- c) Deposit received for lease of premises from M/s Saurashtra Fuels Pvt. Ltd. in which directors are interested, a company under the same management, Rs.75 Lacs (Previous Year Rs 75 Lacs) Maximum outstanding during the year Rs. 75 Lacs.
- d) Trade Receivable from M/s Magnum Baron Containers Pvt.Ltd. in which directors are interested, a firm under the same management, Rs.26.91 Lacs (Previous Year Rs.NIL). Maximum outstanding during the year Rs. 30.21 Lacs;

38. Trade Payable Includes :

Advance received from to M/s Saurashtra Fuels Private Limited in which directors are interested, a company under the same management, Rs 57.81 Lacs (Previous Year Rs.(76.53)Lac) Maximum outstanding during the year Rs. 170.22 Lacs;

39. Balances outstanding from Sundry Debtors, Loans and advances or payable to sundry creditors are subject to confirmation, the management does not expect any material difference affecting the financial statement on such confirmation\ reconciliation.



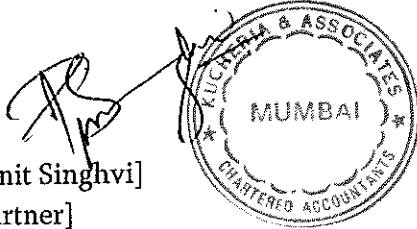
40. In the opinion of the Board:-

- a) All the current assets, loans and advances are approximately of the value stated, if realised in the ordinary course of business.
- b) All the known liabilities have been provided for and there is no liability, contingent or otherwise, except those which are stated in the accounts.

As per our Report of even date attached

For and on behalf of the Board.

FOR KUCHERIA & ASSOCIATES  
Chartered Accountants.  
(Firm Registration No.105391W )



[Punit Singhvi]

[Partner]

Membership No.112460

S. K. Sinha  
Director

Raghav Agarwalla  
Director

Place: Mumbai

Date: 24.06.2013