

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.

SAURASHTRA CONTAINERS PVT. LTD.

DIRECTOR'S REPORT

To The Shareholders,
Your Directors have pleasure in presenting their Ninth Annual Report with the Audited Accounts for the financial year ended 31st March 2014.

FINANCIAL RESULTS:

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

(Amount in Lacs)

	Year ended 31 st March 2014		Year ended 31 st March 2013	
Sales and other Income		6593.47		5344.41
Profit before Interest Depreciation & Tax		1998.01		1749.97
Less: Interest		489.06		366.59
Profit before Depreciation & tax		1508.95		1383.37
Less: Depreciation		822.31		692.63
Profit before exceptional expenses		686.64		690.74
Less: Loss on account of fire of earlier		137.39		0
Add; Depreciation write back		3.66		0
Profit before Taxes		552.91		690.74
Less: Provision for Tax		4.77		244.26
a) Deferred Tax	4.77		199.74	
b) Provision for Income Tax	110.62		143.5	
c) Mat Credit Entitlement	(110.62)		(98.98)	
Profit \ (Loss) after Tax.		548.14		446.48
Add: Balance brought forward from the Previous Year		115.24		(331.24)
Surplus carried to Balance Sheet		663.38		115.24

During the year, your company operational revenue has increased by 23.40% as compared to 12.50% in previous year. The volume of container handling has also increased by 19 % as compared 7% in previous year.

Despite slow down in business activity and increase in operational expenses mainly on account of Diesel prices your company still able to achieve higher EBITDA by 19 % as compared to 30 % in previous year.

The company continued to maintain its market share and holds its No 2 position in Mundra CFS market in third 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) 54404 TEU as compared to 45671 TEU in previous year. The company has also handled 112225 Empty TEU against 107374 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. Recently, Adani Mundra Port Ltd has signed an agreement with CMA Group of France to develop new container terminal at Mundra. Mundra port will handle 5.50 million TEU Per annum as against current capacity of 4.20 million TEU per annum.

The company expects a substantial increase in volumes in future and would like to gear up for the upcoming opportunity in the coming years.

Keeping in view of above Development Company has already completed most of project undertaken last year and would complete other project in this financial year.

In first phase of expansion company has completed following facility as on date is:-

Paver Block : The company has completed its entire area with Paver Block with this stacking capacity has increased substantially and also smoothen the movement of Vehicle and Equipment.

Ware House : The Company has completed two new ware house having storage area of nearly 7500 sq.mt. with this company will handle more storage cargo.

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

The company has undertaken following activity in second phase of expansion as under:-

Vehicle fleet: - the company would like to add around 20 trailers to meet demand of customer for better service to its customer.

Wind Mill Turbine: - The Company has purchased one wind mill of 0.25 MW capacity in Gujarat for captive consumption by which company will be saving electricity cost.

Civil work: - The Company will improve existing building facility and other civil structure to improve efficiency make better uses of in house facilities.

Equipments: - new equipments will installed to improve loose cargo stuffing to avoid manual losses of material while stuffing in containers. This facility will reduce the man power cost substantially.

Technology improvement in operation:- The company has completed installation of RIFD facility whereby at any given point of time location of cargo can be identified immediately. This will improve time efficiency of cargo handling in operations. The company has also implementing ERP System to improve the operation in CFS.

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 expansion projects. In first phase State Bank of India has sanctioned Rs.12 core term loan which is fully disbursed and completed. The company again approached for second expansion project which is also appraised and sanction term loan of Rs.12.80 crore as against project cost of Rs.19.20 crore. The promoter will be funding Rs.6.40 crore through interest free unsecured loan to the company.

The company has also raised vehicle loan of Rs24.02 crore during the year to meet additional requirements of its operations.

During the year, your company has re paid term loan of Rs.5.58 crore and Rs 10.11 crore 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) SUBSIDIARY COMPANY.

Saurashtra Power Pvt. Ltd. is setting up waste heat power project at Mundra. Your company has invested a sum of Rs. 220 Lacs during the current year towards equity shares of the said company.

J) 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 31st March 2014 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 ongoing concern basis.

K) 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.

L) 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.

M) AUDITORS'S REPORT

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

N) 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.

O) PERSONNEL

The details of employees as per Section 217 (2A) of the companies Act, 1956 read with the companies (particulars of Employee) Rules, 1975 is as under:

Sr. No	Name of the Persons	Designation	Qualification	Date of joining	Age	Salary
1.	Mr.Raghav Agarwalla	Director	B. B. A.	1.09.2008	27 Years	72,00,000

P) 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 of Rs. 62914/-

Outgoing is NIL.

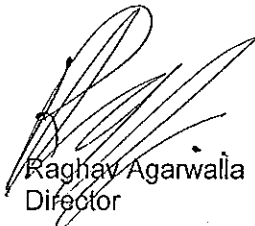
Q) ACKNOWLEDGEMENTS

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 : 26/08/2014


S. K. Sinha
Director


Raghav Agarwalla
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

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 31st March, 2014, 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 and financial performance 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") read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India. 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 31st March, 2014;
- (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 and the Statement of Profit and Loss comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013.
- (e) On the basis of the written representations received from the directors as on 31st March, 2014 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

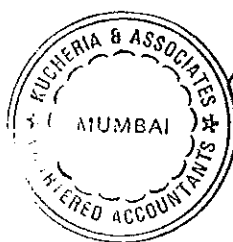


KUCHERIA AND ASSOCIATES
Chartered Accountants

(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. The company has received the insurance claim during the current year and had booked the loss accordingly.

For KUCHERIA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN.105391W

PLACE: **Mumbai**
DATED: 26th August 2014




(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

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 25th August, 2014.

(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 23rd October 2009, which has been reduced from the gross block of fixed assets since the insurance claim was received in current year.
2. The Company has taken and given unsecured interest free loan from companies firms or other parties covered in the register maintained under section 301 of 'The Companies Act, 1956 and the balance as on 31st March, 2014 is Rs.7,05,00,000/- and Rs. 46,85,871/- respectively.
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 company (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 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



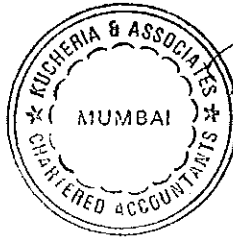
KUCHERIA AND ASSOCIATES
Chartered Accountants

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

PLACE: Mumbai
DATED: 26th August, 2014




(PUNEET SINGHVI)
Partner
M. No. 112460

Saurashtra Containers Pvt. Ltd
Balance Sheet as at March 31, 2014

Amt.in Rs.

	Particulars	Notes	March 31, 2014		March 31, 2013	
I.	EQUITY AND LIABILITIES					
	Shareholders' Funds					
	Share Capital	3	22500000		22500000	
	Reserves and Surplus	4	163837632	186337632	109024029	131524029
	Non - current liabilities					
	Long term borrowings	5	472687039		299701042	
	Deferred tax liabilities (Net)	6	20710376		20232962	
	Other long term liabilities	7	7500000	500897415	7500000	327434004
	Current Liabilities					
	Short term borrowings	8	15117101		10325812	
	Trade payables	9	76939461		51580268	
	Other current liabilities	10	171035475		142104200	
	Short term provisions	11	37623	263129660	6647266	210657546
	TOTAL			950364707		669615579
II.	ASSETS					
	Non - current assets					
	Fixed Assets					
	Tangible assets	12	742496921		472025524	
	Capital Work in Progress	12	15097042		96872555	
	Non - current investments	13	22000000		94,00,000	
	Long term loans and advances	14	59535451	839129414	834992	579133071
	Current Assets					
	Inventories	15	10832632		310997	
	Trade receivables	16	40634503		24010452	
	Cash and Cash equivalents	17	7656202		5639760	
	Short term loans and advances	18	52111956		60468669	
	Other current assets	19	0	111235293	52,630	90482508
	TOTAL			950364707		669615579

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 : 26/08/2014



For and on behalf of the Board of Directors

S. K. Sinha
Director

Raghav Agarwalla
Director

Saurashtra Containers Pvt. Ltd
Statement of Profit and Loss for the year ended March 31, 2014

Amt.in Rs.

Particulars	Notes	March 31, 2014		March 31, 2013	
Income					
Revenue from Operations	20	703631350		571641784	
Less : Service Tax		69472826	634158524	48977171	522664613
Other Income	21		25188601		11776719
Total revenue			659347125		534441332
Expenses					
Operating Expenses	22		150544934		146192442
Employee benefits expense	23		47046032		31602812
Finance costs	24		50493347		36659807
Depreciation and amortization expense	25		82231427		69263379
Other expenses	26		260367415		181648881
Total Expenses			590683155		465367321
Profit Before Tax			68663970		69074011
Add: Depreciation write back of earlier year			366438		0
Less: Exceptional expenses			13739391		0
Profit Before Tax			55291017		69074011
Less: Tax Expense					
Current Tax			11062500		14350000
Deferred Tax			477414		19974176
Add: Income tax written back of earlier year			0		0
			43751103		34749835
Add: Mat Tax Credit Entitlement			11062500		9898667
Profit for the Year			54813603		44648502
Earnings per equity share of Rs. 10/- each					
Basic			24.36		19.84
Diluted					

The notes attached form an integral part of the Balance sheet

As per our report of even date attached

For, Kucherla & Associates

Chartered Accountants

(Firm Registration No : 105391W)

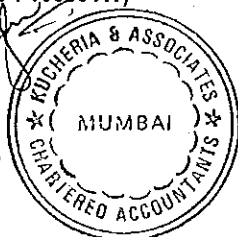
[Puneet Singhvi]

Partner

Membership No : 112460

Place : MUMBAI

Date : 26/08/2014



For and on behalf of the Board of Directors

S. K. Sinha
Director

Raghuvar Agarwala
Director

Saurashtra Containers Pvt. Ltd
Cash Flow as at March 31, 2014

Amt. In Rs.

Particulars	Notes	March 31, 2014		March 31, 2013	
A. CASH FLOW FROM OPERATING ACTIVITIES					
Net Profit before Tax			55291017		69074011
adjustments for:					
Depreciation		82231427		69283379	
Interest paid on term loan		46673008		31235780	
Loss on sales of assets		13927030		3,96,637	
			142831465	-	100895796
Operating profit before			198122482		169969807
Working capital change					
Adjustment					
Inc.(dec.) in Inventories		(10521635)		669734	
Inc.(dec.) in debtors		(16624051)		5888954	
Inc.(dec.) in loans & advances		(43154209)		(23409411)	
Inc.(dec.) in current liabilities		22655850	(47644045)	6063092	(10787631)
Cash from Operating Activities			150478437		159182176
Less : Income tax paid			13746550		0
Net cash from Operating Activities A			136731887		159182176
B. CASH FLOW FROM INVESTING ACTIVITIES					
Investments		(12600000)		0	
Share Application Money		0		(9400000)	
Purchase of fixed assets		(303822691)		(183498925)	
Proceeds from Sales of fixed Assets		17047663		566808	
Fixed assets reversed of earlier year		19,20,691		-	
Net cash from used In Investing Activities B			(297454337)		(192332117)
C. CASH FLOW FROM FINANCING					
Term loan received		336472119		124493529	
Term loan Paid		(156860219)		(108766660)	
Unsecured Loan		29800000		38000000	
Interest on term loan		(46673008)		(31235780)	
Net cash used In Financing Activities C			162738892		22491089
Net increase(decrease) in cash and cash equivalents(A+B+C)			2016442		(10658852)
Cash and cash equivalents as at Beginning of Period			5639760		16298612
Cash and cash equivalents as at 31.03.2014			7656202		5639760

As per our report of even date attached

For, Kucheria & Associates

Chartered Accountants

(Firm Registration No : 105391W)

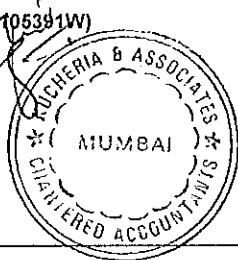
[Puneet Singh]

Proprietor

Membership No : 112460

Place : MUMBAI

Date : 26/08/2014



For and on behalf of the Board of Directors

S. K. Sinha
Director

Raghav Agarwalla
Director

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

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 31st 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 un availed 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 and Stores : At Cost.



Saurashtra Containers Pvt. Ltd

Notes forming part of the financial statements as at March 31, 2014

Amt.in Rs.

	Particulars	March 31, 2014		March 31, 2013	
		No of shares	Amount	No of shares	Amount
3	SHARE CAPITAL				
	Authorized:				
	Equity shares of Rs. 10 /- each	5000000	50000000	5000000	50000000
	Redeemable Preference Share Capital of Rs.10 each	7500000	75000000	7500000	75000000
		12500000	125000000	12500000	125000000
	Issued, Subscribed and fully paid up:				
	Equity shares of Rs. 10 /- each	2250000	22500000	2250000	22500000
	Total	2250000	22500000	2250000	22500000
a	Details of shareholders holding more than 5 % shares in the company.				
	Particulars	No. of shares	% of Holding	No. of shares	% of Holding
	1) Genext Global Pte Ltd	750000	33.33%	0	0.00%
	2) The Great Valley Co.Ltd	0	0.00%	750000	33.33%
	3) Molshree Trade Invest Pvt Ltd.	675000	30.00%	675000	30.00%
	4) Smt.Vibha Agarwalla.	620000	27.55%	620000	27.55%
b	Terms of securities convertible into equity shares				
	For shares to be issued on conversion of compulsory Convertible debentures. (Refer Note - 5b)				

	Particulars	March 31, 2014		March 31, 2013	
4	RESERVES AND SURPLUS				
a	Securities premium account				
	Balance as at the beginning and end of the year		97500000		97500000
b	Surplus in the statement of Profit and Loss				
	Balance as at the beginning of the year	11524029		(33124473)	
	Add /Less : Profit/(Loss) for the year	54813603	66337632	44648502	11524029
	Total		163837632		109024029



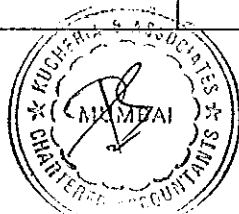
Saurashtra Containers Pvt. Ltd

Notes forming part of the financial statements as at March 31, 2014

Amt. in Rs.

Particulars		March 31, 2014		March 31, 2013	
5	<u>LONG - TERM BORROWINGS</u>				
a.	Secured				
	Term Loans				
	- from Bank	154136479		133061882	
	Less: Current maturities of long term debt (Refer Note - i)	58922632	95213847	42944121	90117761
	- from Banks - (For building)	14624211		0	
	Less: Current maturities of long term debt (Refer Note - ii)	400559	14223652	0	0
	- from Banks - (For Vehicle)	40538211		28266730	
	Less: Current maturities of long term debt (Refer Note - iii)	12403574	28134637	16764798	11501932
	- from Non Banking Finance Companies	248882510		122032185	
	Less: Current maturities of long term debt (Refer Note - iv)	81323407	167559103	61706636	60325549
b.	Unsecured				
	Debentures				
	97,05,580 (97,05,580) Compulsory Convertible Debentures of Rs. 10/- each.		97055800		97055800
	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 Directors		7,05,00,000		4,07,00,000
	Total Long Term Borrowings		472687039		299701042
	Note:				
i	Term Loans				
	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.				

	<p>Term Loans are carrying interest rate of 13.95% and repayable as under:</p> <p>Year</p> <p>2014-15 ThreeQuarterly instalments of Rs. 1.30 crores each.</p> <p>2014-15 Quarterly instalments of Rs. 0.50 crores each</p> <p>2015-16 Quarterly instalments of Rs. 0.625 crores each</p> <p>2015-16 Two Quarterly instalments of Rs. 0.40 crores each</p> <p>2016-17 Quarterly instalments of Rs. 1.025 crores each</p> <p>2017-18 Quarterly instalments of Rs. 1.175 crores each</p> <p>2018-19 Quarterly instalments of Rs. 1.275 crores each</p> <p>2019-20 Quarterly instalments of Rs. 0.65 crores each</p> <p>2020-21 Quarterly instalments of Rs. 0.75 crores each</p>		
ii	<p>Loan against Property from Deutsche Bank Ltd is secured by hypothecation of Residential building at Ahmendabad finance by them.</p> <p>Further guaranteed by Personal guarantee of Shri Dipak Agarwalla & Shri S.K. Sinha, Directors of the Company</p> <p>The said Loans is carrying interest rates ranging from 11.75% and repayable by EMIs over a period of 10 years.</p>		
iii	<p>Vehicle Loans from ICICI Bank Ltd. & HDFC Bank Ltd. are secured by hypothecation of vehicles financed by them respectively.</p> <p>Further guaranteed by Personal guarantee of Shri Dipak Agarwalla & Shri S.K. Sinha, Directors of the Company</p> <p>These Term Loans are carrying interest rates ranging from 8% to 13% and repayable by EMIs over a period of 1-4 years.</p>		
iv	<p>Vehicle Loans from Reliance Consumer finance Ltd, Sundaram Finance Ltd, HDB Finance Ltd, Mahindra & Mahindra Finance Services Ltd, Magma Fincorp Ltd, Tata Motors Finance Ltd, Tata Capital Finance Ltd and L & T Finance Ltd. are secured by Hypothecation of vehicles financed by them respectively.</p> <p>Further guaranteed by Personal guarantee of Shri Dipak Agarwalla & Shri S.K. Sinha, Directors of the Company</p> <p>These Term Loans are carrying interest rates ranging from 9% to 14% and repayable by EMIs over a period of 2-5 years.</p>		
6	DEFERRED TAX LIABILITIES (NET)		
a.	Deferred tax liability		
	Depreciation allowances	20710376	20232962
b.	Deferred tax assets		
	Carried forward losses under Income Tax Act, 1961	0	0
	Deferred tax Liabilities) (Net)	20710376	20232962
7	OTHER LONG - TERM LIABILITIES		
	Trade payable	-	-
	Deposits	7500000	7500000
	Total	7500000	7500000



Saurashtra Containers Pvt. Ltd

Notes forming part of the financial statements as at March 31, 2014

Amt. In Rs.

Particulars		March 31, 2014		March 31, 2013	
8	SHORT TERM BORROWINGS				
a.	Secured				
	Working Capital Loans				
	- from Banks CC		15117101		10325812
	(Refer Note - I)				
b.	Unsecured				
	from Directors		0		0
	Total Short Term Borrowings		15117101		10325812
	Note:				
I	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, 2014		March 31, 2013	
9	TRADE PAYABLES				
	For Goods & Services	76939461		45799370	
	Due to Associates companies	0	76939461	5780898	51580268
	Total		76939461		51580268
10	OTHER CURRENT LIABILITIES				
	Current maturities of long - term debt				
	- from Banks instalments due in twelve months	58922632		42944121	
	- from Other Banks instalments due in twelve months (Refer Note - I & iii of 5)	12403574		16764798	
	- from Other Banks instalments due in twelve months (Refer Note - ii of 5)	400559			
	- from NBFC - Instalments due in twelve months (Refer Note - iv of 5)	81323407	153050172	61706636	121415555
	Other payables				
	Trade & Security Deposits received		4553585		1968176
	Advances from customers		6577205		3104121
	Statutory Liabilities		6854513		15616348
	Total		171035475		142104200
11	SHORT TERM PROVISIONS				
	Provision for Income tax (net of advances)		37623		6647266
	Total		37623		6647266



Saurashtra Containers Pvt. Ltd

Notes forming part of the financial statements as at March 31, 2014

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	
Tangible Assets											
Own assets											
Container Division											
Leasehold land and site dev	7,73,91,978	-	-	7,73,91,978	2,29,34,511	27,22,873	-	2,56,57,384	5,17,34,594	5,44,57,468	
Buildings	27,76,12,827	16,45,00,615	3,82,20,426	40,38,93,016	6,19,32,082	93,09,963	76,93,372	6,35,48,673	34,03,44,343	21,56,80,745	
Electrical Installations	1,90,50,384	4,76,432	-	1,95,26,816	1,16,25,244	10,83,118	-	1,27,08,362	68,18,454	74,25,140	
Plant & Machinery	15,24,81,589	8,61,48,231	22,87,129	23,63,42,691	3,72,50,279	2,37,50,741	3,66,438	6,06,34,582	17,57,08,109	11,52,31,310	
Commercial Vehicle	7,22,17,754	10,07,71,278	-	17,29,89,032	3,56,92,330	2,67,91,910	-	6,24,84,240	11,05,04,792	3,65,25,424	
Office Equipments	34,26,519	11,78,763	-	46,05,282	13,83,005	3,78,604	-	17,61,609	28,43,673	20,43,514	
Computers & EDI systems	1,03,52,288	22,42,585	-	1,25,94,873	87,14,793	9,47,524	-	96,62,317	29,32,556	16,37,495	
Furniture & Fixtures	98,39,974	10,120	-	98,50,094	63,43,097	6,32,958	-	69,76,055	28,74,039	34,96,877	
Vehicles	1,10,55,055	1,04,17,770	8,20,367	2,06,52,458	46,16,499	34,50,221	5,71,778	74,94,942	1,31,57,516	64,38,556	
Wind Mill	-	1,37,02,990	-	1,37,02,990	-	5,222	-	5,222	1,36,97,768	-	
Logistics Division											
Computers & EDI systems	1,85,820	32,280	-	2,18,100	1,33,511	31,076	-	1,64,587	53,513	52,309	
Vehicles	12,70,657	12,83,856	5,14,475	20,40,038	6,40,657	3,93,440	3,15,425	7,18,672	13,21,366	6,30,000	
Logestic Motor Vehicles	9,39,36,509	48,33,284	-	9,87,69,793	6,55,53,019	1,27,30,550	-	7,82,83,569	2,04,86,224	2,83,83,490	
Office Equipments	36,900	-	-	36,900	13,701	3,227	-	16,928	19,972	23,199	
	72,88,58,254	38,55,98,204	4,18,42,397	1,07,26,14,061	25,68,32,728	8,22,31,427	89,47,013	33,01,17,142	74,24,96,921	47,20,25,524	
Intangible assets											
Others (Specify nature)											
Capital Work In Progress	9,68,72,555	22,66,53,996	30,84,29,509	1,50,97,042					1,50,97,042	9,68,72,555	
TOTAL	82,57,30,809	61,22,52,200	35,02,71,906	1,08,77,11,103	25,68,32,728	8,22,31,427	89,47,013	33,01,17,142	75,75,93,963	56,88,98,079	
Previous Year	643543162	183498925	1311278	825730809	187917184	69263379	347833	256832730	568898082	455625979	



Saurashtra Containers Pvt. Ltd

Notes forming part of the financial statements as at March 31, 2014

		Amt.in Rs.	
Particulars		March 31, 2014	March 31, 2013
13	<u>NON CURRENT INVESTMENTS</u>		
	Other than trade investments (Unquoted at cost)	2,20,00,000	-
	Share Application Money	0	9400000
		22000000	9400000
	Less: Provision for diminution in value of Investments	-	-
	Total	22000000	9400000
14	<u>LONG TERM LOANS AND ADVANCES</u>		
	Unsecured, Considered good		
	Security deposits	835451	834992
	Other advances	5,87,00,000	-
	Total	59535451	834992



Saurashtra Containers Pvt. Ltd

Notes forming part of the financial statements as at March 31, 2014

Amt. in Rs.

Particulars		March 31, 2014		March 31, 2013	
15	<u>INVENTORIES</u>				
	At lower of cost and net realisable value				
	Consumables - Stores and Diesel		10832632		310997
	Total		10832632		310997
16	<u>TRADE RECEIVABLES</u>				
	Unsecured, Considered Good				
	Trade receivables outstanding for a period exceeding six months from the date they were due for payment		348588		896357
	Other Trade receivables		38460444		19992396
	Due from Associate Companies		1825471		3121699
	Total		40634503		24010452
17	<u>CASH AND CASH EQUIVALENTS</u>				
	Cash and Cash Equivalents				
	Cash on hand	462776		13694	
	In current accounts with Banks	3575551	4038327	2410971	2424665
	In deposit accounts with Banks as Margin money against Letter of Credit and Bank Guarantees		3617875		3215095
	Total		7656202		5639760
18	<u>SHORT TERM LOANS AND ADVANCES</u>				
	Unsecured, considered good unless otherwise stated				
	Loans and advances to employees		722916		1782573
	Prepaid expenses		1052782		1519548
	Balance with government authorities				
	Excise Duty Receivable		4885609		3927390
	Mat Tax credit receivable		27645928		16583428
	Income Tax Refund Receivable		9257730		9592771
	Advance Income tax (net of provision for income tax)		662847		0
	Advance for capital Expenditures		651104		1350560
	Advance to suppliers for expenses		6047169		3886911
	Advance to Associates company		1185871		10598200
	Other advances		0		11227288
	Total		52111956		60468669
19	<u>OTHER CURRENT ASSETS</u>				
	Interest accrued on deposits		0		52630
	Other		-		-
	Total		0		52,630



Saurashtra Containers Pvt. Ltd

Notes forming part of the financial statements as at March 31, 2014

				Amt.in Rs.	
	Particulars	March 31, 2014		March 31, 2013	
20	REVENUE FROM OPERATIONS				
	Operations				
	Container Division				
	Container handling and storage charges	598056057		469543737	
	Ground Rent charges	1539629		674096	
	Transportation charges	102662764		101423951	
	Total		702258450		571641784
	Other operating revenues				
	Sales of Scrap		1372900		0
	Total		1372900		0
	Grand Total		703631350		571641784
	Less Service Tax paid		69472826		48977171
	Net Total		634158524		522664613
21	OTHER INCOME				
	Interest				
	on bank deposits	293128		279393	
	others	888497	1181625	910483	1189876
	Office Rent Charges		4171227		3267873
	Other non - operating income		19835749		7318970
	Total		25188601		11776719
22	OPERATING EXPENSES				
	Container handling charges	45939252		23212618	
	Labour Charges	72760611		56902884	
	House keeping expenses	2229224		2078603	
	Custom staff charges	6049721		4935301	
	Lease Rent	6595644		6595644	
	Survey charges	7799472		5291600	
	Transport charges	9171010		47175792	
	Total		150544934		146192442

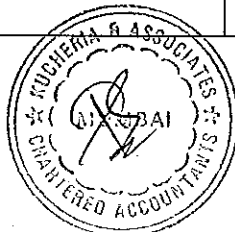


Saurashtra Containers Pvt. Ltd

Notes forming part of the financial statements as at March 31, 2014

Amt. in Rs.

		March 31, 2014		March 31, 2013	
23	<u>EMPLOYEE BENEFITS EXPENSES</u>				
	Salaries, wages and Incentives	29081323		22030074	
	Contribution to provident and other funds	1299329		974286	
	Remuneration to whole time directors	14400000		7200000	
	Staff welfare expenses	2265380	47046032	1398452	31602812
24	<u>FINANCE COSTS</u>				
	Interest Expenses				
	- On Term Loans	46673008		31235780	
	-On Working Capital and others	2233164	48906172	5424027	36659807
	Other borrowing costs		1587175		0
	Total		50493347		36659807
25	<u>DEPRECIATION & AMORTISATION EXPENSES</u>				
	Depreciation as refer Note No. 12		82231427		69263379
26	<u>OTHER EXPENSES</u>				
	Stores consumption	31254961		30876217	
	Power and Fuels expenses	106772151		69112506	
	Water Charges	730747		682589	
	Repairs and Maintenance				
	Plant and Machinery	4168407		3182079	
	Buildings	6557109		2555478	
	Others- Temporary warehouse	1751706		1904591	
	Rent, Rates and Taxes	995991		1405703	
	Insurance	4172394		2594633	
	Computer maintenance	634413		1206930	
	Vehicle Hire Charges	840750	157878629	3156899	116677625
	Establishment Expenses				
	Auditors remuneration				
	For Audit	175000		175000	
	For taxation matters	125000		125000	
	For other services	103246		35750	
	Advertisement Expenses	207406		281426	
	Auction Expenses	2663644		946508	
	Bank charges	676247		1605829	
	Donation	55000		79160	
	General Expenses	6758069		1035251	
	Service Tax	1983845		1486140	
	Loss on sales of Assets	187639		396637	
	Postage and Telegram	187222		61280	
	Printing and stationery	676117		490764	
	Professional and legal charges	4384049		1597177	
	Sundry Balances written off	1118729		743473	
	Security Services charges	3418170		3284237	
	Telephone Expense	1524246		1116455	
	Travelling Expenses	7553330		1666873	
	Vehicle Expenses	3269328	35066287	1037856	16164816
	Preliminary Expenses				
	Selling and Distribution Expenses				
	Business Promotion Expenses	6994933		5205536	
	Commission Paid	60427566	67422499	43600904	48806440
	Total		260367415		181648881



27. 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.12.99 Jacs (Rs.9.74 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. During the year company insurance claim against damaged warehouse was settled at Rs.1.67 crore and received the claim amount. Hence company has now account for loss on assets Rs.1.37 Crore in current year profit and loss account.

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	
3. Saurashtra Ferrous Pvt. Ltd	Mr. Surendra Kumar Sinha Director
	Mr. Raghav Agarwalla Director
4. Saurashtra Power Pvt. Ltd. – Subsidiary company.	Mr. Navin Kumar Sinha Director till 31.03.2012
5. Magnum Baron Containers Pvt.Ltd.	Mr. Harsh Sinha Director

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	
	2014	2013	2014	2013	2014	2013
Services Given	-	-	82475775	64546524	82475775	64546524
Rent Received	-	-	1084031	850655	1084031	850655
Interest Received			558740	-	558740	-
Remuneration	14400000	7200000	-	-	14400000	7200000
Deposit Given			55200000	-	55200000	-
Advance given	-	-	10450000	30426800	10450000	30426800
Advance Recovered	-	-	8394849	28874552	8394849	28874552
Loan Received	49300000	43950000	-	-	49300000	43950000
Loan Repaid	19500000	5950000	-	-	19500000	5950000
Expenses	-	-	43333230	17763253	43333230	17763253
Vehicle Hire Charges Paid	-	-	805000	1393600	805000	1393600
Expenses Reimbursed	-	-	7993754	4092743	7993754	4092743
Purchases	-	-	7967480	24570000	7967480	24570000
Advance Received	-	-		5780898		5780898



Investment in Subsidiary company			22000000	9400000	22000000	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	
	2014	2013	2014	2013	2014	2013
Outstanding Balances						
Advance given / Loans given			4685871	10598200	4685871	10598200
Deposit Given			55200000	-	55200000	-
Debtors outstanding			1825471	3121699	1825471	3121699
Advance Received			-	5780898	-	5780898
Loan Received	70500000	40700000	-	-	70500000	40700000
Investment			22000000	9400000	22000000	9400000

Sr. No.	Details of material transactions during the year	31.03. 2014	31.03. 2013
A	Sale of Services		
	1 Saurashtra Ferrous Pvt. Ltd	7830955	0
	2 Saurashtra Fuels Pvt.Ltd.	49330821	51478586
	3 Magnum Shipping Services	1724773	741707
	4 Magnum Baron Containers Pvt.Ltd.	23589226	12326231
B	Rent Received		
	1 Saurashtra Fuels Pvt. Ltd	651445	592227
	2 Magnum Shipping Services	286518	202248
	3 Magnum Baron Containers Pvt.Ltd.	146068	56180
C	INTEREST RECEIVED Magnum Baron Containers Pvt Ltd	558740	0
D	Remuneration Given		
	1 Mr.Raghav Agarwalla	7200000	3600000
	2 Mr. Harsh Sinha	3600000	3600000
	3.Mr.S K Sinha	3600000	0
E	Advance / Loan Given		
	1 Saurashtra Power Pvt. Ltd.	3500000	1800000
	2 Magnum Shipping Services	0	1645000
	3 Magnum Baron Containers Pvt.Ltd.	1950000	2600000



F	4 Saurashtra Ferrous Pvt.Ltd.	5000000	24381800
	Advances Recovered		
	1 Magnum Shipping Services		1890952
	2 Saurashtra Power Pvt. Ltd.		10600000
	3 Saurashtra Ferrous Pvt.Ltd.	7630720	13783600
	4 Magnum Baron Containers Pvt.Ltd.	764129	2600000
G	Loan Received		
	1 Mr.Raghav Agarwalla	27650000	30350000
	2.Mr.Harsh Sinha	21650000	13600000
H	Loan Repaid		
	1 Mr.Raghav Agarwalla	19500000	4600000
	2 Mr.Navin Sinha		1350000
I	Expenses		
	1 Magnum Baron Containers Pvt.Ltd.	43220870	17763253
	2.Saurashtra Ferrous Pvt Ltd	112360	0
J	Vehicle Hire Charges Paid		
	1 Saurashtra Fuels Pvt. Ltd	805000	1393600
K	Expenses reimbursed		
	1 Saurashtra Fuels Pvt. Ltd	406177	90762
	2 Magnum Baron Containers Pvt.Ltd.	7575032	3990465
	3 Magnum Shipping Services	12545	11516
L	Purchases		
	Saurashtra Ferrous Pvt.Ltd.	7967480	24570000
M	Advance Received		
	1 Saurashtra Fuels Pvt.Ltd.	NIL	5780898
N	Investment Saurashtra Power Pvt Ltd	22000000	9400000
O	Deposit Given Saurashtra Ferrous Pvt Ltd	55200000	0
P	Sundry Receivable		
	1 Saurashtra Fuels Pvt.Ltd.	821441	
	2 Magnum Shipping Services	483077	430666
	3 Magnum Baron Containers Pvt.Ltd.	520953	2691033
	4 Saurashtra Ferrous Pvt.Ltd.		10598200



34. EARNING PER SHARE

(Rs. in Lacs)

	As on 31.03.14	As on 31.03.13
Profit After tax.	548.14	446.48
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. 24.36	Rs. 19.84

35. AUDITORS REMUNERATION

(Amt.in Rs.)

<u>Particulars</u>	2013-14	2012-13
a) Audit Fees.	175000	175000
b) Taxation & Other Certification Fees	228246	160750
Total	403246	335750

36. CONTINGENT LIABILITIES.

(Rs. in Lacs)

<u>(Not provided for)</u>	2013-14	2012-13
Corporate Guarantee in favour of Associate company	35518.00	35518.00
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.	0	792.49
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:

- Deposit given to M/s Saurashtra Ferrous Private Limited a associate company under the same management, Rs 552 Lacs towards providing their entire fixed assets as additional collateral security against company's loans from State bank of India .Maximum outstanding during the year Rs.552 lacs, and advance receivable as on 31.03.2014 is NIL (Previous Year Rs.105.98). Maximum outstanding during the year Rs. 157.95 Lacs;
- 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.
- Trade Receivable from M/s Magnum Baron Containers Pvt.Ltd. in which directors are interested, a company under the same management, Rs.5.20 Lacs (Previous Year Rs.26.91). Maximum outstanding during the year Rs. 50.84 Lacs;



d) Trade Receivable from M/s Saurashtra Fuels Pvt Ltd in which directors are interested, a company under the same management, Rs.8.21 Lacs (Previous Year Rs.NIL). Maximum outstanding during the year Rs. 46.23 Lacs;

38. Earning In Foreign Currency:-
Handling charges received Rs.62914/-

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:-

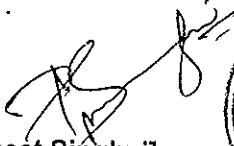
a) All the current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business.

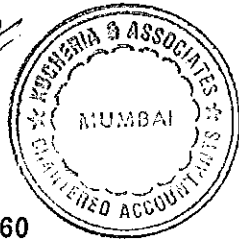
b) All the known liabilities have been provided for and there is no liability, contingent or otherwise, expect those which are stated in the accounts.

As per our Report of even date attached

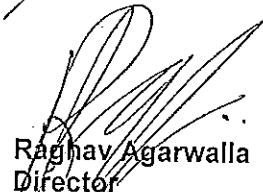
For and on behalf of the Board.

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


[Puneet Singhvi]
[Partner]
Membership No.112460




S. K. Sinha
Director


Raghav Agarwalla
Director

Place: Mumbai
Date: 26.08.2014