



CA. M.B.Sridharan B.Sc.,FCA.

INDEPENDENT AUDITORS REPORT

To

Members of Sical Iron Ore Terminal [Mangalore] Limited

Report on the Financial Statement

We have audited the accompanying financial statements of M/s. Sical Iron Ore Terminal [Mangalore] Limited ["the Company"], which comprise the Balance Sheet as at March 31, 2016 and a summary of significant accounting policies and other explanatory information.
Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134[5] of the Companies Act, 2013 ["the Act"] with respect to 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 Principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies [Accounts] Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the Assets of the Company and for preventing and detecting frauds and other irregularities; Selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from any material misstatement whether due to fraud or error.

Auditor's Responsibility

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 specified under Section 143[10] of the Act. We have taken into account the Provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, 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 controls 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 company's directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

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 of the statement of affairs of the Company as at March 31, 2016.

Report on other Legal and Regulatory Requirements

As required by the Companies [Auditor's Report] Order, 2016, ["the Order"] issued by the Central Government of India in terms of sub-section 11 of Section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the said Order.

As required by Section 143[3] of the Act, we report that:-

- [a] We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- [b] In our opinion proper books of account as required by law have been kept by the company so far as it appears from our examination of those books;
- [c] The Balance sheet dealt with by this Report are in agreement with the books of account;
- [d] In our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under Sec 133 of the Act, read with Rule 7 of the Companies [Accounts] Rules, 2014;
- [e] In our opinion and based on the information and explanations provided to us, the company has adequate Internal Financial Control Systems in place and such controls are operating effectively;



[f] On the basis of written representations received from the directors as on March 31, 2016 and taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2016 from being appointed as a director in terms of Sec 164[2] of the Act;

[g] With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies [Audit and Auditor's] Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:-

- [i] Due to force majeure conditions prevailing for the implementation of the project, The matter has been referred to Arbitration for an amicable settlement by the parties.
- [ii] No dividend was declared by the Company and hence there are no amounts are lying which are required to be transferred to the Investor Education and Protection Fund by the Company.

For SRI & SRI ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO.:0039755



M.B. SRIDHARAN
SENIOR PARTNER
M.NO.200/020860

Place : Chennai

Date : 02-05-2016 .

Annexure to the Independent Auditor's Report

The Annexure referred to in our Independent Auditors' report to the members of Sical Iron Ore Terminal [Mangalore] Limited ["the Company"] for the year ended on 31st March, 2016.

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

i[a] The company has maintained proper records showing full particulars including full particulars, quantitative details and situation of the fixed assets

[b] As explained to us fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification.

[c] According to the information and explanations given to us, the company is not currently holding any immovable property in its name and hence the said sub-clause is not applicable.

ii The company is yet to commence its operations and as such the said clause relating to inventory is not applicable.

lii Based on the audit procedure and explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013 and as such paras [a] to [c] are not applicable.

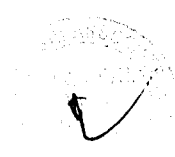
iv. Based on the examination of records and the explanations provided to us, the company has not given any loans, made investments or given guarantees and security to any other bodies corporate under the provisions of Sec 185 and 186 of the Act and hence the said clause is not applicable.

v. According to the information and explanations provided us the company has not accepted any deposits and such as the said clause is not applicable.

vi. We have been informed that the maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

Vii. According to the information and explanations provided to us and based on our audit procedure we state that

(a) the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities wherever applicable and there are no arrears of outstanding statutory dues as on the last day of the financial year ended 31st March, 2016 for a period of more than six months from the date they became payable.



(b) According to the information and explanations given to us, the following are the particulars of the disputed dues on account of incometax which have not been deposited on account of pending dispute and not provided for in the books as at 31st March, 2016.

Sl.No.	Period	Nature of Dues Not Paid	[Rs. In lakhs]	Forum where pending
1.	2010-11	Income-tax	6.95	CIT[A], Chennai
2.	2011-12	Income-tax	7.63	CIT[A], Chennai

viii. Based on our audit procedures and on the information and explanations given by the Management, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions / banks / debenture holders.

ix. Based on the explanations given to us and on the basis of verification of books of accounts there are no moneys which were raised by way of initial public offer or further public offer and no term loan was availed by the company and as such the said clause is not applicable.

x. Based on the audit procedures performed and explanations given to us we report that no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year nor we have been informed of such instances by the Management.

xi. Based on the explanations given to us, no managerial remuneration are payable to Managerial Personnel in accordance with the provisions of Sec 197 read with Schedule V to the Act and as such the said clause is not applicable.

xii. The Company is not falling under the category of Nidhi Company and as such the clause is not applicable.

xiii. Based on the explanations given to us and examination of records, it appears to us that all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 wherever applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards;

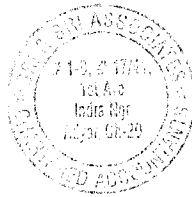
xiv. Based on our examination of books and explanations provided to us, the company has not made any private or preferential allotment to any parties during the year; However, the company has allotted equity shares to the extent of Rs.2,50,00,000 to the holding company Sical Logistics Limited provided duly complying with the provisions of Sec 42 of the Act.



xv. Based on our audit procedures and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him during the financial year under review and hence the clause is not applicable.

xvi. Based on the information provided to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For SRI & SRI ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO.:0039755



M.B. Sridharan nt

M.B. SRIDHARAN
SENIOR PARTNER
M.NO.200/020860

Place : Chennai

Date : 02-05-2016

SICAL IRON ORE TERMINAL (MANGALORE) LIMITED
SOUTH INDIA HOUSE, 73, ARMENIAN STREET,
CHENNAI-600 001

BALANCE SHEET AS AT 31-03-2016				
	Particulars	Note No.	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
I	Equity and Liabilities			
1	Shareholders' funds			
	a Share Capital	1	365,000,000	340,000,000
	b Reserves and Surplus		-	-
	c Money received against Share Warrants		-	-
2	Share application money pending allotment		-	-
3	Non-current liabilities			
	a Long term borrowings (Sical Logistics Limited)	2	13,716,821	20,291,173
	b Deferred tax liabilities (Net)		-	-
	c Other long term liabilities		-	-
	d Long-term provisions	3	2,365,616	2,365,616
4	Current Liabilities			
	a Short term borrowings		-	-
	b Trade payables	4	422,122	463,567
	c Other current liabilities	5	100,000	100,000
	d Short-term provisions		-	-
	Total		381,604,559	363,220,356

	Particulars	Note No.	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
II	Assets			
1	Non-current assets			
	a Fixed Assets			
	i Tangible assets	6	2,512,881	2,512,881
	ii Intangible assets		-	-
	iii Capital Work-in-progress	7	354,548,728	337,210,181
	iv Intangible assets under development		-	-
	b Non-current investments		-	-
	c Deferred tax assets (net)		-	-
	d Long term loans and advances		-	-
	e Other non-current assets		-	-
2	Current assets			
	a Current investments		-	-
	b Inventories		-	-
	c Trade receivables		-	-
	d Cash and cash equivalents	8	45,079	352,623
	e Short-term loans and advances	9	24,497,870	23,144,671
	f Other current assets		-	-
	g Loans and advances		-	-
	Total		381,604,559	363,220,356

NOTES 1 TO 9 form an integral part of the Financial Statements and should be read in conjunction therewith

Since the Company is under Project Phase no Statement of Profit & Loss has been prepared

This is the Balance Sheet referred to in our report of even date.

For Sri & Sri Associates
Chartered Accountants

M.B. Srividharan

M.B. SRIDHARAN
Senior Partner
Membership No 20860
FRNO 003975S

Place Chennai
Date 02-05-2016



For and on behalf of the Board of Directors

Sanjay R. Komath *B. K. Komath*

Director

Director

J. J. J.

Chief Financial Officer

K. Komath

Company Secretary

Sical Iron Ore Terminal (Mangalore) Limited

Note 1. SHARE CAPITAL

Authorised Share Capital	No. of Shares	Face Value	Total Value
Equity Shares			
Opening Balance as on 01.04.2015	34000000	10	340000000
Increase during the year	2500000	10	25000000
Closing Balance as on 31-03-2016	36500000	10	365000000
Issued, Subscribed and fully paid Capital			
Opening Balance as on 01.04.2015	34000000	10	340000000
Increase during the year	2500000	10	25000000
Cancelled during the year	0		0
Closing Balance as on 31-03-2016	36500000	10	365000000
Previous Year			
Authorised Share Capital			
Equity Shares			
Opening Balance as on 01.04.2014	30000000	10	300000000
Increase during the year	4000000	10	40000000
Closing Balance as on 31.03.2015	34000000	10	340000000
Issued, Subscribed and fully paid Capital			
Opening Balance as on 01.04.2014	30000000	10	300000000
Increase during the year	4000000	10	40000000
Cancelled during the year	Nil		Nil
Closing Balance as on 31.03.2015	34000000	10	340000000

(i) Shares held by Holding Co, Ultimate Holding Co, their Subsidiaries and Associates.

Particular	Equity Shares with voting Rights
As at 31-03-2016 - Sical Logistics Limited, the Holding Company.	36500000

(ii) Details of Shares held by each Shareholder holding more than 5% Shares

Class of Shares/Name of Share Holder	As at 31-03-2016		As at 31.03.2015	
	No. of Shares held	% of holding in that class of Shares	No. of Shares held	% of holding in that class of Shares
Equity Shares with voting rights/Sical Logistics Ltd	36500000	100%	34000000	100%



Sical Iron Ore Terminal (Mangalore) Limited

Note 2. LONG TERM BORROWINGS

	Particulars	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
	a. Bonds / debentures	-	-
	b. Term Loans		
	i. From banks	-	-
	ii. From other parties	-	-
	c. Deferred payment liabilities	-	-
	d. Deposits	-	-
	e. Loans and advances from related parties	-	-
	f. Long term maturities of finance lease obligations	-	-
	g. Funding from Holding Company	13,716,821	20,291,173
	Total	13,716,821	20,291,173

Note 3. LONG TERM PROVISIONS

	Particulars	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
	a. Provisions for employee benefits	-	-
	b. Others (Provision for Taxation)	2,365,616	2,365,616
	Total	2,365,616	2,365,616

Note 4. CURRENT LIABILITIES

	Particulars	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
	a. Trade payables	422,122	463,567
	Others (Specify nature)		
	Total	422,122	463,567

Sical Iron Ore Terminal (Mangalore) Limited
 Note 5. OTHER CURRENT LIABILITIES

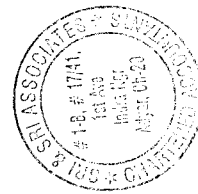
	Particulars	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
a.	Current maturities of long-term debt	-	-
b.	Current maturities of finance lease obligations	-	-
c.	Interest accrued but not due on borrowings	-	-
d.	Interest accrued and due on borrowings	-	-
e.	Income received in advance	-	-
f.	Unpaid dividends	-	-
g.	Application money received for allotment of securities and due for refund and interest	-	-
h.	Unpaid matured deposits and interest accrued thereon	-	-
i.	Unpaid matured debentures and interest accrued thereon	-	-
j.	Other payables (Specify nature)	-	-
k.	Outstanding Liabilities	100,000	100,000
	Total	100,000	100,000



Sical Iron Ore Terminal (Mangalore) Limited

Note 6. TANGIBLE ASSETS

Particulars	Cost/ Gross Block			Depreciation				Net Block		
	Opening	Addition	Deduction	Closing	Upto Last year	For the year	On sales/ Adjustments	To date	As at year end	Previous Year
Land	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Plant and Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Fixtures	1,046,028	-	-	1,046,028	-	-	-	-	1,046,028	1,046,028
Office Equipment	709,159	-	-	709,159	-	-	-	-	709,159	709,159
EDP Equipment	449,951	-	-	449,951	-	-	-	-	449,951	449,951
Electrical Installation	307,743	-	-	307,743	-	-	-	-	307,743	307,743
Recipes, formulae, models, designs and prototypes	-	-	-	-	-	-	-	-	-	-
Licenses and franchise	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-
Total	2,512,881	-	-	2,512,881	-	-	-	-	2,512,881	2,512,881



Sical Iron Ore Terminal (Mangalore) Limited

Note 8. CASH AND CASH EQUIVALENTS

	Particulars	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
	Cash and cash equivalents		
	a. Balances with banks	24,699	343,282
	b. cheques, drafts on hand	-	-
	c. Cash on hand	20,380	9,341
	d. Others - Yes Bank Margin Money Account	-	-
	Total	45,079	352,623

Note 9. SHORT TERM LOANS AND ADVANCES

	Particulars	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
	a. Loans and advances to related parties		
	a. Secured, considered good	-	-
	b. Unsecured, considered good	-	-
	c. Doubtful	-	-
	b. Others		
	a. Secured, considered good	-	-
	b. Unsecured, considered good	24,497,870	23,144,671
	c. Doubtful	-	-
	Total	24,497,870	23,144,671

Sical Iron Ore Terminal (Mangalore) Limited

1. REVENUE FROM OPERATIONS

	Particulars	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
	a. Sale of products		
	b. sale of services		
	c. Other operating revenues		
	d. Less : Excise duty		
	Total		

2. OTHER INCOME

	Particulars	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
	a. Interest income	-	-
	b. Dividend income		
	c. Net gain/loss on sale of investments		
	d. Other non-operating income		
	Total	-	-

3. EMPLOYEE BENEFITS

	Particulars	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
a	Salaries & Wages	6,558,924	13,093,049
b.	Company Contribution to PF	40,156	101,585
c	Bonus	-	128,826
d.	Leave Encashment	-	35,558
e	Gratuity Contribution	-	-
f.	Staff Welfare Expenses	410	33,880
	Total	6,599,490	13,392,898

4. FINANCE COSTS

	Particulars	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
a.	Interest expense		
b	Other borrowing costs	1,790,869	1,890,323
c.	Applicable net gain/loss on foreign transactions and translation		
	Total	1,790,869	1,890,323



5. OTHER EXPENSES

	Particulars	As on 31-03-2016 Amount in Rs.	As on 31-03-2015 Amount in Rs.
1	Audit Expenses	15,000	15,000
2	Audit Fees	115,075	115,000
3	Business Promotion Expenses	-	-
4	Consultancy Fees	633,328	2,090,573
5	Conveyance Expenses	-	-
6	Electricity Charges - Guest House	-	-
7	Electricity Charges - Office	328,033	547,439
8	Filing Fees	208,244	305,441
9	Insurance Expenses	826	826
10	Interest - Others	46,520	-
11	Leasing Licence Fees - NMPT	-	-
12	Legal Expenses	1,810,452	290,000
13	Stamp Duty	-	-
14	Office Maintenance Expenses	39,218	115,233
15	R&M - Computers	-	-
16	Pooja Expenses	-	2,400
17	Postage & Courier Charges	-	280
18	Printing & Stationery	-	580
19	Rent	1,272,365	1,419,252
20	Security Charges	535,751	265,316
21	Software Maintenance	-	-
22	Telephone Expenses	35,771	102,020
23	Travel Expenses	3,907,038	8,910,400
24	Xerox Copying Charges	-	-
25	Levelling Work at Stockyard	-	-
26	Retainer Fees		
27	Software Purchases		
28	Bhoomi Pooja Expenses		
29	Miscellaneous Expenses	468	734
30	Codal Charges		
31	Success Fees - NMPT		
32	Consent Fees		
33	Swachh Bharat Cess (SBC)	100	
	Total	8,948,189	14,180,494

Sical Iron Ore Terminal (Mangalore) Limited

Details as on 31-03-2016

Provision for Taxation

Provision for Taxation for F/Y 2011-12	1,288,965
Provision for Taxation for F/Y 2012-13	1,076,651

2,365,616

Trade Payables

1 A.M.S. Corporate Services	
2 Service Tax Authority	
3 Sri & Sri Associates	
4 TDS Payable - Contract	
5 TDS Payable - Prof. Fees	80,454
6 TDS Payable - Rent	49,480
7 Raymond Benedict Noronha - Rent	
8 Anitha Merlyn - Rent	
9 Carol Noronha - Rent	
10 Amarchand Mangaldoss	122,631
11 Kannan R	22,900
12 Mr. K S. Swaminathan	
13 Mr S. Kunjithapadam	
14 Filing Fees - V. Radhakrishnan	11,657
15 M Dhyan Chinnappa	135,000

422,122

Other Current Liabilities

1 Audit Fees	-
2 Rent	
3 Travelling Expenses	
4 Yes Bank Escrow Fees	-
5 Salaries	
6 Filing Fees	

-

Capital Work - In Progress

Pre Incorporation Expenses - O/B	34,100
Pre Operative Expenses - O/B	337,176,081
Current Year Expenses (details below)	17,338,547

354,548,728



Current year Expenses -**Employees Benefit Expenses**

Salaries	6,558,924
Co's Contribution to PF	40,156
Staff Welfare Expenses	410
Bonus	-
Leave Encashment	-

Finance Costs

Bank Guarantee Charges	1,789,988
Bank Charges	881

Other Expenses

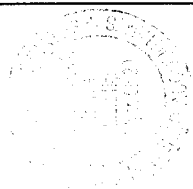
Audit Fees	130,075
Business Promotion Expenses	-
Consultancy Fees	633,328
Conveyance Expenses	-
Electricity Charges - Guest House	-
Electricity Charges - Office	328,033
Filing Fees	208,244
Gratuity Contribution	-
Insurance Expenses	826
Interest on others	46,520
Leasing Licence Fees - NMPT	-
Leave Encashment	-
Legal Expenses	1,810,452
Stamp Duty	-
Office Maintenance Expenses	39,218
R&M - Computers	-
Pooja Expenses	-
Postage & Courier Charges	-
Printing & Stationery	-
Profit and Loss account(Provision for Taxation)	-
Rent	1,272,365
Security Charges	535,751
Misc.Expenses	468
Telephone Expenses	35,771
Travel Expenses	3,907,038
Xerox Copying Charges	-
Capital Work-in progress	-
Levelling Work at Stockyard	-
Swatch Bharat Cess Expenses	100

17,338,547**Less : Other Income**

Interest on IT Refund	-
Interest on FDR - Yes Bank Margin Money	-
Provision for Taxation no longer required	-

Net Total**17,338,547**

Cash and Cash Equivalentants	
1 Axis Bank	12,348
2 Bank of Baroda	12,351
3 Petty cash Balance in Chennai	19,928
4 Imprest Cash in Mangalore	452
	45,079
Loans & Advances	
1 TDS Receivable - Yes Bank	637,746
2 Service Tax Input Credit	23,823,964
	24,461,710
Current Assets	
1 Deposit - Electricity	32,560
2 Deposit - Gas Connection	3,000
3 Deposit - Water Can	600
4 Rent Advance - Anitha Merlyn	-
5 Rent Advance - Raymond	-
6 Traveling Advance	-
	36,160
Grand Total	24,497,870
Legal Fees	
Holla & Holla, Advocates, for case against NMPT	500,000
Amarchand Mangaldas & Suresh A.Shroff & Co.	44,794
Cyril Amarchand Mangaldas	1,090,658
M Dhyan Chinnappa	175,000
	1,810,452
Consultancy Fees	
Mr.K.S.Swminathan	306,664
Mr.S.Kunjithapadam	306,664
Bank of Baroda - TEV Study	
Amarchand & Mangaldass Advocates	
ABC Environ Solutions	
R.Kannan	20,000
	633,328



Sical Iron Ore Terminal (Mangalore) Limited

Note 7. CAPITAL WORK IN PROGRESS

	As at 31-03-2016	2015-16	As at 31-03-2015
CAPITAL WORK IN PROGRESS			
Staffing Expenses	107924414.48	6599080.00	101325334.48
Staff Welfare Expenses	428703.00	410.00	428293.00
Rent	7990784.00	1272365.00	6718419.00
Electricity Charges - Guest House	83705.00		83705.00
Electricity Charges - Office	3209506.55	328033.00	2881473.55
Insurance	4432.00	826.00	3606.00
Levelling Work at stock yard	170000.00		170000.00
Retainer fees	992700.00		992700.00
Legal Fees	3712439.00	1810452.00	1901987.00
Business Promotion Expenses	203123.00	0.00	203123.00
Telephone expenses	579262.00	35771.00	543491.00
Printing & Stationery	123749.00		123749.00
Bhoomi expenses	319398.00		319398.00
Audit fees	824504.00	130075.00	694429.00
Miscellaneous Expenses	156091.16	468.00	155623.16
Security Charges	1364610.20	535751.00	828859.20
Office Maintainance	458638.00	39217.50	419420.50
Codal Charges- Railway	1767996.00		1767996.00
Professional and Consultancy Fees	53816295.00	633328.00	53182967.00
Success Fees-NMPT	4000000.00		4000000.00
Lease Rental - NMPT	87424376.00	0.00	87424376.00
Consent Fees	200000.00		200000.00
Filing Fees	2153805.50	208244.00	1945561.50
Travel & Convayance	34260265.00	3907038.00	30353227.00
Bank Guarantee Charges	22820382.69	1789988.00	21030394.69
Syndication Fees	22060000.00		22060000.00
Processing Charges	77829.00		77829.00
Bank Charges	2939805.53	880.65	2938924.88
Pooja Expenses	9937.00		9937.00
Interest on others	396064.00	46520.00	349544.00
Postage and Courier	3010.00		3010.00
Interest on FDR - Yes Bank Margin Money	-7969859.07	0.00	-7969859.07
Interest Income on Income Tax Refund	-199203.95	0.00	-199203.95
Dividend from Mutual funds	-105589.95		-105589.95
Provision on Redemption of MF Units	-52260.92		-52260.92
Provision for Current Tax	2365616.06	0.00	2365616.06
Preliminary Expenses	34100.44		34100.44
Swatch Bharat Cess Expenses	100.00	100.00	0.00
Total	354548727.72	17338547.15	337210180.57



SICAL IRON ORE TERMINAL (MANGALORE) LIMITED

Notes forming part of the financial statements for the year ended March 31, 2016.

1 BACKGROUND

Sical Iron Ore Terminal (Mangalore) Limited ("the Company") was incorporated on 9th October, 2009. The Company has signed the concession agreement dated 19th October 2009 with the New Mangalore Port Trust (NMPT) for the mechanization of the Iron Ore handling facilities at the Deep Draft Multipurpose Berth at New Mangalore, on Built, Operate and Transfer Basis (BOT). Due to the ban imposed by the Government of Karnataka on Export of Iron ore, the Company has not commenced installation of the facility and has represented to NMPT to consider handling other cargoes in earmarked facility.

Further to the orders of Honourable Karnataka High Court the Company has represented to NMPT to mitigate the hardship due to force majeure situation. However, as NMPT has failed to mitigate the same, the Company was constrained to issue the termination notice in Nov.,2015. NMPT disputed the same and the matter has been referred to Arbitration.

2 SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES

a) Method of Accounting

The Books of accounts of the Company have been maintained under double entry system and on merchantile basis.

b) Assets and Liabilities

- 1) Assets & Liabilities accounted at Historical Cost.
- 2) Tangle Assets are shown at cost less accumulated Depreciation.

c) Depreciation and Amortization

No Depreciation has been charged during the year.

d) Taxes on Income

Tax on income for the current year is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act 1961, and based on expected outcome of assessments/appeals. Net Deferred Tax Liability(i.e. excess of Defferred Tax Liability over Deferred Tax Assets) is recognized on timing differences between accounting income and Taxable Income for the year quantified using the Tax Rates and Laws enacted or subsequently enacted on the Balance Sheet date. In arriving at the net Deferred Tax Liability, Deferred Tax Assets are recognized to the extent that there is a reasonable certainty to realize such Tax Asset. However, Net Deferred Tax Asset(i.e. excess of Deferred Tax Asset over Deferred Tax Liability) is not recognized in the Books.

3 Notes on Balance Sheet as at 31st March, 2016 and the Statement of Profit & Loss Account for the year ended on that date.

- 1) The Company is in the Process of implementing a Mechandized Iron Ore Terminal Project on BOT basis at New Mangalore Port in agreement with New Mangalore Port Trust (NMPT). There has been no other Business activity during the year. Hence no Statement of Profit & Loss has been prepared for the year ended 31st March, 2016.
- 2) Net Expenses Incurred amounting to Rs.1,73,38,547/- (Previous year Rs.2,94,63,715/-) has been debited to Pre Operative Expenses
- 3) Estimated amount of Contract remaining to be executed on capital account not provided for (Net of Advances) estimated at Rs. Nil

4 Share Capital

The Company has issued 25,00,000 (Previous year 40,00,000) fully paid Equity Shares of Rs.10/- each at Face Value to its 100% Holding Company M/s Sical Logistics Limited against funds received.

5 Contigent Liabilities

In accordance with the accounting Standard - 29, the following are considered as contigent Liabilities and not provided for.

- a)Guarantees given by Banks for Perfomance of Contracts Rs.13,86,00,000/- (Previous Year Rs.13,86,00,000/-)
- b)Claims aganist the Company not acknowledged as debt Rs.1803.76 Lakhs (Previous Year - Nil-)
- c) Income Tax demands under appeal amounts to Rs.14.58 Lacs (Previous year - Nil -)

6 **Loans and Advances**

Advances are unsecured and considered good. Advances are to be received in cash or kind for the value to be received or pending adjustment

7 **Related Party disclosures under Accounting Standard - 18**

The list of related parties, as identified by the management and relied upon by the auditors, are as under:

	Name of the Related Parties
Holding Company	Sical Logistics Limited

Key Managerial Personnel

M.Venkatesh	Director
Bhabani Sankar Nayak	Chief Financial Officer
K.Komathi	Company Secretary

Details of balances outstanding

Particulars	Year ended 31st March, 2016	Year ended 31 st March, 2015
a) Payables		
Sical Logistics Limited	1,37,16,821	2,02,91,173

8 **Payment to MSME Units**

There were no amounts due and payable to any Micro, small and Medium Enterprises on account of Principal and/or Interest as at the close of the year exceeding Rs. One Lakh for more than 30 days. This disclosure is based on the information available with the Company.


9 **Provision for Taxation**

The provision for Taxation has not been made since there is no income during this year

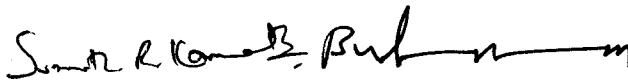
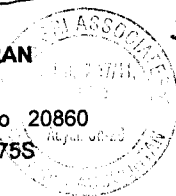
Previous year figures have been regrouped / reclassified/rearranged wherever necessary to correspond with the

For Sri & Sri Associates
Chartered Accountants

For and on behalf of the Board of Directors



M.B.SRIDHARAN
Senior Partner
Membership No 20860
FRNO. 003975S



Director

Director



Chief Financial Officer



Company Secretary

Place : Chennai

Date : 02.05.2016