



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

Audit Report

Independent Auditor's Report

To the Members of

M/s. SICAL IRON ORE TERMINAL (MANGALORE) LIMITED

Report On the Financial Statement

1. 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, 2015 and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Sec 134(5) of the CA2013 ("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 Sec 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 material misstatement whether due to fraud or error.

Auditor's 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 specified under Sec 143(10) of the Act. We have taken into account the Provisions of the Act, the accounting and auditing Standard 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.

4. 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 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 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.

5. 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


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 of the state of affairs of the Company as at March 31, 2015.

Report on other Legal and Regulatory Requirements

7. As required by the Companies (Auditor's Report) Order, 2015 ("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.

8. 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 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 and the cash flow statement 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 System in place and such controls are operating effectively.
- f) On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015 from being appointed as a director in terms of Sec 164(2) of 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) No Dividends were declared by the Company and hence there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

FOR SRI AND SRI ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO:0039755

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



PLACE: Chennai
DATE: 27-05-15

Annexure to the Independent Auditors' 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, 2015.

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 whether the company is maintaining proper records showing full particulars, including quantitative details and situation of 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.

(ii) (a) The Company is yet to commence any business activity and hence was not holding any inventory during the year. As such sub-clause [b] and [c] are not applicable.

(iii) According to the information and explanations given to us and on the basis of our examination of the books of accounts, the Company has not granted any loans secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. However the Company has taken unsecured loan of Rs.202.91 lakhs from its Holding Company. Also the company accepted performance Bank Guarantee of 13.86 crores from Yes Bank duly secured by counter guarantee issued by Bank of Baroda for the same amount.

(iv) According to the information and explanations given to us there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the year under review, no instances of purchase of inventory or fixed assets were made. As the company is still to commence its commercial activity, there were no instances of sale of goods or extension of services. Also there were no major instances of continuing failure to correct major weaknesses in internal control system.

(v) The company has not accepted any deposits during the year under review. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.



(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)(a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues whichever is applicable with the appropriate authorities and there are no arrears of outstanding statutory dues as at the last day of the financial year ended 31 Mar 2015 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess on account of any dispute.

(c) No amount is required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder since no dividend was declared by the Company in the past.

(viii) The Company is in the process of implementing Mechanised Iron Ore Terminal on BOT Basis at New Mangalore Port pursuant to the Concession Agreement entered into with New Mangalore Port Trust [NMPT] and there are no other business activities during the period. Hence this clause relating to the accumulated loss of the company is not applicable.

(ix) 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 institution/ bank/debenture holders.

(x) According to the information and explanations given to us the company has not given any guarantee for loans taken by others from bank or financial institutions;

(xi) Based on our audit procedures and on the information given by the Management, the company has not so far taken any term loan and as such the said clause is not applicable;



(xii) Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the company has been noticed or reported during the year nor we have been informed of such case by the Management. .

For Sri & Sri Associates
Chartered Accountants
Firm Registration No: 003975S

M.B. SRIDHARAN
Senior Partner
M.No.200/020860



Place : Chennai

Date : 27-05-15

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

BALANCE SHEET AS AT 31-03-2015				
	Particulars	Note No.	As on 31-03-2015 Amount in Rs.	As on 31-03-2014 Amount in Rs.
I	Equity and Liabilities			
1	Shareholders' funds :			
	a. Share Capital	1	340,000,000	300,000,000
	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	20,291,173	21,326,555
	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	463,567	1,001,493
	c. Other current liabilities	5	100,000	5,572,080
	d. Short-term provisions		-	-
	Total		363,220,356	330,265,744

	Particulars	Note No.	As on 31-03-2015 Amount in Rs.	As on 31-03-2014 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	337,210,181	307,746,466
	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	352,623	273,965
	e. Short-term loans and advances	9	23,144,671	19,732,432
	f. Other current assets		-	-
	g. Loans and advances		-	-
	Total		363,220,356	330,265,744

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 4.1

M.B.SRIDHARAN
 Senior Partner
 Membership No 20860
 FRNO. 003975S
 Place : Chennai
 Date : 27-05-15



For and on behalf of the Board of Directors

[Signature]
 Director

[Signature]
 Director

[Signature]
 Chief Financial Officer

[Signature]
 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 01.04.2014	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	0		0
Closing Balance as on 31.03.2015	34000000	10	340000000
Previous Year			
Authorised Share Capital			
Equity Shares			
Opening Balance as on 01.04.2013	30000000	10	300000000
Increase during the year	Nil	10	Nil
Closing Balance as on 31.03.2014	30000000	10	300000000
Issued, Subscribed and fully paid Capital			
Opening Balance as on 01.04.2013	30000000	10	300000000
Increase during the year	Nil	10	Nil
Cancelled during the year	Nil		Nil
Closing Balance as on 31.03.2014	30000000	10	300000000

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

Particular	Equity Shares with voting Rights
As at 31.03.2015 - Sical Logistics Limited, the Holding Company.	34000000

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

Class of Shares/Name of Share Holder	As at 31.03.2015		As at 31.03.2014	
	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	34000000	100%	30000000	100%

Sical Iron Ore Terminal (Mangalore) Limited

Note 2. LONG TERM BORROWINGS

	Particulars	As on 31-03-2015 Amount in Rs.	As on 31-03-2014 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. Other loans and advances - Sical Logistics Ltd	20,291,173	21,326,555
	Total	20,291,173	21,326,555

Note 3. LONG TERM PROVISIONS

	Particulars	As on 31-03-2015 Amount in Rs.	As on 31-03-2014 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 31-03-2015 Amount in Rs.	As on 31-03-2014 Amount in Rs.
	a. Trade payables	463,567	1,001,493
	Others (Specify nature)		
	Total	463,567	1,001,493

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

	Particulars	As on 31-03-2015 Amount in Rs.	As on 31-03-2014 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	5,572,080
	Total	100,000	5,572,080

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 7. CAPITAL WORK IN PROGRESS

	As at 31-03-2015	2014-15	As at 31-03-2014
CAPITAL WORK IN PROGRESS			
Staffing Expenses	101325334.48	13359018.00	87966316.48
Staff Welfare Expenses	428293.00	33880.00	394413.00
Rent	6718419.00	1419252.00	5299167.00
Electricity Charges - Guest House	83705.00		83705.00
Electricity Charges - Office	2881473.55	547439.00	2334034.55
Insurance	3606.00	826.00	2780.00
Levelling Work at stock yard	170000.00		170000.00
Retainer fees	992700.00		992700.00
Legal and Professional Charges	1901987.00	290000.00	1611987.00
Business Promotion Expenses	203123.00	0.00	203123.00
Telephone expenses	543491.00	102020.00	441471.00
Printing & Stationery	123749.00	580.00	123169.00
Bhoomi expenses	319398.00		319398.00
Audit fees	694429.00	130000.00	564429.00
Miscellaneous Expenses	155623.16	734.00	154889.16
Security Charges	828859.20	265316.00	563543.20
Office Maintainance	419420.50	115232.50	304188.00
Codal Charges- Railway	1767996.00		1767996.00
Consultancy Fees	53182967.00	2090573.00	51092394.00
Success Fees-NMPT	4000000.00		4000000.00
Lease Rental - NMPT	87424376.00	0.00	87424376.00
Consent Fees	200000.00		200000.00
Filing Fees	1945561.50	305441.00	1640120.50
Travel & Convayance	30353227.00	8910400.00	21442827.00
Bank Guarantee Charges	21030394.69	2258578.00	18771816.69
Syndication Fees	22060000.00		22060000.00
Processing Charges	77829.00		77829.00
Bank Charges	2938924.88	-368254.85	3307179.73
Pooja Expenses	9937.00	2400.00	7537.00
Interest on others	349544.00	0.00	349544.00
Postage and Courier	3010.00	280.00	2730.00
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
Total	337210180.57	29463714.65	307746465.92

Sical Iron Ore Terminal (Mangalore) Limited

Note 8. CASH AND CASH EQUIVALENTS

	Particulars	As on 31-03-2015 Amount in Rs.	As on 31-03-2014 Amount in Rs.
	Cash and cash equivalents		
	a. Balances with banks	343,282	260,298
	b. cheques, drafts on hand	-	-
	c. Cash on hand	9,341	13,667
	d. Others - Yes Bank Margin Money Account	-	-
	Total	352,623	273,965

Note 9. SHORT TERM LOANS AND ADVANCES

	Particulars	As on 31-03-2015 Amount in Rs.	As on 31-03-2014 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	23,144,671	19,732,432
	c. Doubtful	-	-
	Total	23,144,671	19,732,432



Sical Iron Ore Terminal (Mangalore) Limited

1. REVENUE FROM OPERATIONS

	Particulars	As on 31-03-2015 Amount in Rs.	As on 31-03-2014 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 31-03-2015 Amount in Rs.	As on 31-03-2014 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 31-03-2015 Amount in Rs.	As on 31-03-2014 Amount in Rs.
a.	Salaries & Wages	13,093,049	29,239,884
b.	Company Contribution to PF	101,585	65,000
c.	Bonus	128,826	99,982
d.	Leave Encashment	35,558	45,239
e.	Gratuity Contribution	-	-
f.	Staff Welfare Expenses	33,880	61,842
	Total	13,392,898	29,511,947

4. FINANCE COSTS

	Particulars	As on 31-03-2015 Amount in Rs.	As on 31-03-2014 Amount in Rs.
a.	Interest expense		
b.	Other borrowing costs	1,890,323	3,978,910
c.	Applicable net gain/loss on foreign transactions and translation		
	Total	1,890,323	3,978,910

5. OTHER EXPENSES

	Particulars	As on 31-03-2015 Amount in Rs.	As on 31-03-2014 Amount in Rs.
1	Audit Expenses	15,000	10,000
2	Audit Fees	115,000	100,000
3	Business Promotion Expenses	-	-
4	Consultancy Fees	2,090,573	929,992
5	Conveyance Expenses	-	-
6	Electricity Charges - Guest House	-	-
7	Electricity Charges - Office	547,439	690,088
8	Filing Fees	305,441	4,786
9	Insurance Expenses	826	866
10	Interest - Others	-	1,625
11	Leasing Licence Fees - NMPT	-	-
12	Legal Expenses	290,000	649,547
13	Stamp Duty	-	-
14	Office Maintenance Expenses	115,233	30,595
15	R&M - Computers	-	25,929
16	Pooja Expenses	2,400	3,700
17	Postage & Courier Charges	280	1,810
18	Printing & Stationery	580	1,867
19	Rent	1,419,252	1,318,890
20	Security Charges	265,316	188,133
21	Software Maintenance	-	-
22	Telephone Expenses	102,020	122,210
23	Travel Expenses	8,910,400	7,608,481
24	Xerox Copying Charges	-	193
25	Levelling Work at Stockyard	-	-
26	Retainer Fees		
27	Software Purchases		
28	Bhoomi Pooja Expenses		
29	Miscellaneous Expenses	734	4,800
30	Codal Charges		
31	Success Fees - NMPT		
32	Consent Fees		
	Total	14,180,494	11,693,512

Sical Iron Ore Terminal (Mangalore) Limited		
Details as on 31-03-2015		
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	Ronson Travels	
3	Sri & Sri Associates	
4	TDS Payable - Contract	103,629
5	TDS Payable - Prof.Fees	15,332
6	TDS Payable - Rent	33,356
7	Raymond Benedict Noronha - Rent	49,433
8	Anitha Merlyn - Rent	49,433
9	Carol Noronha - Rent	9,517
10	Amarchand Mangaldoss	122,631
11	Kannan R	11,236
12	Mr.K.S.Swminathan	34,500
13	Mr.S.Kunjithapadam	34,500
14	Aranvindan	
15	Telephone Charges	
		463,567
Other Current Liabilities		
1	Audit Fees	100,000
2	Rent	
3	Travelling Expenses	
4	Yes Bank Escrow Fees	-
5	Salaries	
6	Filing Fees	
		100,000
Capital Work - In Progress		
	Pre Incorporation Expenses - O/B	34,100
	Pre Operative Expenses - O/B	307,712,366
	Current Year Expenses (details below)	29,463,715
		337,210,181

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Current year Expenses -	
Employees Benefit Expenses	
Salaries	13,093,049
Co's Contribution to PF	101,585
Staff Welfare Expenses	33,880
Bonus	128,826
Leave Encashment	35,558
Finance Costs	
Bank Guarantee Charges	2,258,578
Bank Charges	(368,255)
Other Expenses	
Audit Fees	130,000
Business Promotion Expenses	-
Consultancy Fees	2,090,573
Conveyance Expenses	-
Electricity Charges - Guest House	-
Electricity Charges - Office	547,439
Filing Fees	305,441
Gratuity Contribution	-
Insurance Expenses	826
Interest on others	-
Leasing Licence Fees - NMPT	-
Leave Encashment	-
Legal Expenses	290,000
Stamp Duty	-
Office Maintenance Expenses	115,233
R&M - Computers	-
Pooja Expenses	2,400
Postage & Courier Charges	280
Printing & Stationery	580
Profit and Loss account(Provision for Taxation)	-
Rent	1,419,252
Security Charges	265,316
Misc.Expenses	734
Telephone Expenses	102,020
Travel Expenses	8,910,400
Xerox Copying Charges	-
Capital Work-in progress	-
Levelling Work at Stockyard	-
	29,463,715
Less : Other Income	
Interest on IT Refund	-
Interest on FDR - Yes Bank Margin Money	-
Provision for Taxation no longer required	-
Net Total	29,463,715

Cash and Cash Equivalants		
1	Axis Bank	330,931
2	Bank of Baroda	12,351
3	Petty cash Balance in Chennai	4,169
4	Imprest Cash in Mangalore	5,172
		352,623
Loans & Advances		
1	TDS Receivable - Yes Bank	637,746
2	Service Tax Input Credit	21,933,765
		22,571,511
Current Assets		
1	Deposit - Electricity	32,560
2	Deposit - Gas Connection	3,000
3	Deposit - Water Can	600
4	Rent Advance - Anitha Merlyn	285,000
5	Rent Advance - Raymond	252,000
6	Traveling Advance	-
		573,160
Grand Total		23,144,671
Legal Fees		
	Holla & Holla, Advocates, for case against NMPT	250,000
	V.Rajini, Advocate, for case against NMPT	30,000
	Anjana Murthi, Advocate, for case against NMPT	10,000
		290,000
Consultancy Fees		
	Mr.K.S.Swminathan	459,996
	Mr.S.Kunjithapadam	459,996
	Bank of Baroda - TEV Study	
	Amarchand & Mangaldass Advocates	1,160,581
	ABC Environ Solutions	
	R.Kannan	10,000
		2,090,573

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	Employee Benefits	
	Salaries & Wages	13,093,049
	Company Contribution to PF	101,585
	Bonus	128,826
	Leave Encashment	35,558
	Gratuity Contribution	-
	Staff Welfare Expenses	33,880
		13,392,898
	Finance Cost	
	Bank Charges	(368,255)
	Bank Guarantee Charges	2,258,578
		1,890,323

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SICAL IRON ORE TERMINAL (MANGALORE) LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

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 is in negotiation with NMPT for permission to Handle other cargoes in the earmarked facility. Hence, the Accounts have been prepared on a going concern basis expecting positive approval from NMPT.

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.

c) Depreciation and Amortization

No Depreciation has been charged.

d) Taxes on Income

The Project is yet to be commenced and there is no income. Hence, provision for income tax/deferred tax asset/deferred tax liability does not arise.

3 Notes on Balance Sheet as at 31st March, 2015 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 Buisness activity during the year. Hence no Statement of Profit & Loss has been prepared for the year ended 31st March, 2015.

2) Net Expenses Incurred amounting to Rs.2,94,63,715/- (Previous year Rs.4,51,84,368/-) 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 40,00,000 (Previous year Nil) fully paid Equity Shares of Rs.10/- each at Face Value to its 100% Holding Company M/s Sical Logistics Limited

5 Contigent Liabilities

In accordance with the accounting Standard - 29, the following are considered as contigent Liabilities and not provided for. Guarantees given by Banks for Performance of Contracts Rs.13,86,00,000/- (Previous Year Rs.13,86,00,000/-)

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.Venkatash	Whole Time Director
Bhabani Sankar Nayak	Chief Financial Officer
K.Komalk	Company Secretary

Details of balances outstanding

Particulars	Year ended 31st March, 2015	Year ended 31st March, 2014
a) Payables		
Sical Logistics Limited	2,02,91,173	2,13,26,555

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 current year's classification / disclosure.


For Sri & Sri Associates
Chartered Accountants



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

Place : Chennai
Date : 27-05-2015

For and on behalf of the Board of Directors



Director



Chief Financial Officer



Director



Company Secretary