

**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**

Balance Sheet as at 31st March, 2019

CIN : U74999MH2016PTC280001

INR in Lakh

| Particulars   | Note no. | As at 31st March, 2019 | As at 31st March, 2018 |
|---|----------|------------------------|------------------------|
| <b>ASSETS</b>   |          |                        |                        |
| <b>Non-Current Assets</b>   |          |                        |                        |
| Property, Plant and Equipment   | 2        | 6.85                   | 0.40                   |
| Capital work-in-progress  | 2        | 26,367.48              | 6,387.54               |
| Other Non-Current Assets  | 3        | 6,114.66               | 3,925.61               |
| <b>Total Non-Current Assets</b>   |          | <b>32,488.99</b>       | <b>10,313.55</b>       |
| <b>Current Assets</b>   |          |                        |                        |
| Financial Assets  |          |                        |                        |
| Trade Receivables   | 4        | 1,230.69               | 952.56                 |
| Cash and cash equivalents   | 5        | 100.38                 | 158.77                 |
| Other financial assets  | 6        | -                      | 29.68                  |
| Current Tax assets (net)  | 7        | 338.40                 | 1.22                   |
| Other Current Assets  | 8        | 4,156.08               | 1,358.33               |
| <b>Total Current Assets</b>   |          | <b>5,825.55</b>        | <b>2,500.56</b>        |
| <b>TOTAL ASSETS</b>   |          | <b>38,314.54</b>       | <b>12,814.11</b>       |
| <b>EQUITY AND LIABILITIES</b>   |          |                        |                        |
| <b>Equity</b>   |          |                        |                        |
| Equity Share Capital  | 9        | 6,501.00               | 5,001.00               |
| Other Equity  | 10       | 1,355.39               | 440.54                 |
| <b>Total Equity</b>   |          | <b>7,856.39</b>        | <b>5,441.54</b>        |
| <b>Liabilities</b>  |          |                        |                        |
| <b>Non-Current Liabilities</b>  |          |                        |                        |
| Financial Liabilities   |          |                        |                        |
| Borrowings  | 11       | 18,752.34              | -                      |
| Other Financial Liabilities   | 12       | 1,469.14               | 553.44                 |
| Deferred Tax Liabilities (net)  | 7        | 112.51                 | 0.03                   |
| <b>Total Non-Current Liabilities</b>                                      |          | <b>20,333.99</b>       | <b>553.47</b>          |
| <b>Current Liabilities</b>  |          |                        |                        |
| Financial Liabilities   |          |                        |                        |
| Borrowing   | 13       | 5,090.34               | 3,221.80               |
| Other financial liabilities   | 14       | 5,010.47               | 3,595.99               |
| Other Current Liabilities   | 15       | 23.35                  | 1.31                   |
| <b>Total Current Liabilities</b>  |          | <b>10,124.16</b>       | <b>6,819.10</b>        |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                       |          | <b>38,314.54</b>       | <b>12,814.11</b>       |
| Significant accounting policies & key accounting estimates and judgements | 1        |                        |                        |

The accompanying notes form an integral part of financial statements

As per our attached report of even date

For Shah Gupta & Co.  
Chartered Accountants  
Firm's Registration No: 109574W

*naresh*  
**NARESH BHUTA**  
Partner  
Membership No. 135823

Date : 17th May 2019  
Place : Mumbai



For and on behalf of the Board of Directors

*Prasad Uday*  
**Prasad Uday**  
Whole time director  
DIN : 08427066

*Rohan Rao*  
**Rohan Rao**  
Chief Financial Officer

*Sudip Mishra*  
**Sudip Mishra**  
Director  
DIN : 03428213

*Nital Chirag Gandhi*  
**Nital Chirag Gandhi**  
Company Secretary  
Membership No. 14589

**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**  
Statement of Profit and Loss for the year ended 31st March, 2019

INR in Lakh (except EPS)

| Particulars  | Note no. | For the year ended<br>31st March, 2019 | For the year ended<br>31st March, 2018 |
|--|----------|--|--|
| <b>INCOME</b>  |          |  |  |
| Revenue from Operations  | 16       | 840.24                                 | 807.25                                 |
| Other Income   | 17       | 131.52                                 | 29.93                                  |
| <b>Total Income (1)</b>  |          | <b>971.76</b>                          | <b>837.18</b>                          |
| <b>EXPENSES</b>  |          |  |  |
| Finance cost   | 18       | 1.10                                   | 8.33                                   |
| Depreciation and amortisation expense  | 19       | 0.73                                   | 0.09                                   |
| Other Expenses   | 20       | 102.97                                 | 177.45                                 |
| <b>Total Expenses (2)</b>  |          | <b>104.80</b>                          | <b>185.87</b>                          |
| <b>Profit Before Tax (1-2)</b>   |          | <b>866.96</b>                          | <b>651.31</b>                          |
| <b>Tax Expense</b>   |          |  |  |
| Current tax  | 7        | 243.63                                 | 209.64                                 |
| Deferred tax   | 7        | 0.09                                   | 0.03                                   |
| <b>Profit for the Period (3)</b>   |          | <b>623.24</b>                          | <b>441.64</b>                          |
| <b>Other Comprehensive Income for the period (4)</b>                                 |          | <b>-</b>                               | <b>-</b>                               |
| <b>Total Comprehensive Income for the period (3+4)</b>                               |          | <b>623.24</b>                          | <b>441.64</b>                          |
| <b>Earnings per equity share</b><br>(Face value of equity share of Rs. 10 each)      |          |  |  |
| Basic (Rs.)  | 26       | 1.19                                   | 1.77                                   |
| Diluted (Rs.)  | 26       | 1.19                                   | 1.77                                   |
| <b>Significant accounting policies &amp; key accounting estimates and Judgements</b> | 1        |  |  |

The accompanying notes form an integral part of the financial statements

As per our attached report of even date

For Shah Gupta & Co.  
Chartered Accountants  
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**NARESH BHUTA**  
Partner  
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Date : 17th May 2019  
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For and on behalf of the Board of Directors

*Prasad Kumar Uday*  
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Whole time director  
DIN : 08427066

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**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**  
Statement of Cash Flows for the year ended 31st March, 2019

INR in Lakh

| Particulars   | For the year ended<br>31st March, 2019 | For the year ended<br>31st March, 2018 |
|---|--|--|
| <b>[A] Cash Flows from Operating Activities</b>           |  |  |
| Profit before tax   | 866.96                                 | 651.31                                 |
| Add : Depreciation and amortisation expense               | 0.73                                   | 0.09                                   |
| <b>Operating Profit before working capital changes</b>    | <b>867.69</b>                          | <b>651.40</b>                          |
| (Increase)/ Decrease in trade and other receivables       | (5,572.43)                             | (5,002.05)                             |
| Increase/ (Decrease) in trade and other payables          | 2,756.25                               | 3,969.69                               |
| <b>Cash used in operating activities</b>                  | <b>(1,948.48)</b>                      | <b>(380.96)</b>                        |
| Direct taxes paid (net of refunds)                        | (243.63)                               | (209.64)                               |
| <b>Net cash used in operating activities [A]</b>          | <b>(2,192.11)</b>                      | <b>(590.59)</b>                        |
| <b>[B] Cash Flows from Investing Activities</b>           |  |  |
| Addition in capital work in progress                      | (19,987.16)                            | (6,233.81)                             |
| <b>Net cash used in Investing activities [B]</b>          | <b>(19,987.16)</b>                     | <b>(6,233.81)</b>                      |
| <b>[C] Cash Flows from Financing Activities</b>           |  |  |
| Proceeds from long-term borrowings                        | 20,620.88                              | 1,978.50                               |
| Proceeds from issue of shares                             | 1,500.00                               | 5,000.00                               |
| <b>Net cash generated from financing activities [C]</b>   | <b>22,120.88</b>                       | <b>6,978.50</b>                        |
| <b>Net Increase In Cash and Bank Balances [A+B+C]</b>     | <b>(58.39)</b>                         | <b>154.09</b>                          |
| <b>Cash and cash equivalents at beginning of the year</b> | <b>158.77</b>                          | <b>4.68</b>                            |
| <b>Cash and cash equivalents at end of the year</b>       | <b>100.38</b>                          | <b>158.77</b>                          |

**Notes**

(a) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard (Ind AS-7)- Statement of Cash Flow

(b) Cash & Cash Equivalent Compare of

| Particulars   | As at<br>31st March, 2019 | As at<br>31st March, 2018 |
|---|---------------------------|---------------------------|
| <b>Balances with Banks</b>  |                           |                           |
| In Current accounts   | 1.33                      | 8.55                      |
| In Short Term Deposits accounts maturity less than 3 month at inception | 99.05                     | 150.22                    |
|   | <b>100.38</b>             | <b>158.77</b>             |

As per our attached report of even date

**For Shah Gupta & Co.**  
Chartered Accountants  
Firm's Registration No: 109574W

*narish*  
**NARESH BHUTA**  
Partner  
Membership No. 135823

Date : 17th May 2019  
Place : Mumbai



For and on behalf of the Board of Directors

*Prasad Rane Uday*  
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**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**  
Statement of Changes in Equity for the year ended 31st March, 2019

**A) EQUITY SHARE CAPITAL**

INR in Lakh

| Balance as at 1st April, 2018 | Changes in equity share capital during the year | Balance as at 31st March, 2019 |
|-------------------------------|---|--------------------------------|
| 5,001.00                      | 1,500.00  | 6,501.00                       |

INR in Lakh

| Balance as at 1st April, 2017 | Changes in equity share capital during the year | Balance as at 31st March, 2018 |
|-------------------------------|---|--------------------------------|
| 1.00                          | 5,000.00  | 5,001.00                       |

**B) OTHER EQUITY**

INR in Lakh

| Particulars                           | Retained Earnings | Total           |
|---------------------------------------|-------------------|-----------------|
| Balance as at 1st April, 2018         | 440.54            | 440.54          |
| Profit for the year                   | 623.24            | 623.24          |
| Corporate guarantee given by Parent   | 291.61            | 291.61          |
| <b>Balance as at 31st March, 2019</b> | <b>1,355.39</b>   | <b>1,355.39</b> |

INR in Lakh

| Particulars                           | Retained Earnings | Total         |
|---------------------------------------|-------------------|---------------|
| Balance as at 1st April, 2017         | (1.10)            | (1.10)        |
| Profit for the year                   | 441.64            | 441.64        |
| <b>Balance as at 31st March, 2018</b> | <b>440.54</b>     | <b>440.54</b> |

As per our attached report of even date

For Shah Gupta & Co.  
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Firm's Registration No: 109574W

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Date : 17th May 2019  
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# PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED

## Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2019

### COMPANY OVERVIEW

PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED is a private limited company, domiciled in India and incorporated in under the provision of Companies Act applicable in India.

The Company is engaged in developing and operating mechanized modern ports to support JSW Group in addition to third party cargo handling requirement. Apart from this, the Company is also planning to undertake various logistic related activities like Shipping, Roads, Railways, Marine Infrastructures, etc.

### 1. SIGNIFICANT ACCOUNTING POLICIES AND KEY ACCOUNTING ESTIMATES AND JUDGEMENTS

#### 1.1 Basis of preparation of financial statements

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) under the provisions of the Companies Act, 2013 ('Act') (to the extent notified). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

These financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair values at the end of each reporting period, as stated in the accounting policies set out below. The accounting policies have been applied consistently over all the periods presented in these financial statements.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

#### 1.2 Significant Accounting Policies

##### 1. Property, Plant and Equipment

Property, plant and equipment are measured at acquisition cost less accumulated depreciation and accumulated impairment losses. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by Management. The Company depreciates property, plant and equipment over their estimated useful lives using the straight-line method as prescribed under Part C of schedule II of the Companies Act, 2013 except for the assets mentioned below for which useful life estimated by the management. The Identified components of fixed assets are depreciated over their useful lives and the remaining components are depreciated over the life of the principal assets.

Depreciation methods, useful lives and residual values are reviewed periodically, including at each financial year end.

Freehold land is not depreciated and Leasehold land is amortized over the period of lease.

The cost of an item of property, plant and equipment comprises of its purchase price including import duties and other non-refundable purchase taxes or levies, directly attributable cost of bringing the asset to its working condition for its intended use and the initial estimate of decommissioning, restoration and similar liabilities, if any. Any trade discounts and rebates are deducted in arriving at the purchase price.

Advances paid towards the acquisition of property, plant and equipment outstanding at each Balance Sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under 'Capital work-in-progress'. Subsequent expenditures relating to





**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**  
**Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2019**

property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in net profit in the Statement of Profit and Loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the item and is recognized in the Statement of Profit and Loss when the item is derecognized.

**2. Intangible Assets**

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. The estimated useful lives of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition, and other economic factors (such as the stability of the industry, and known technological advances), and the level of maintenance expenditures required to obtain the expected future cash flows from the asset. Amortization methods and useful lives are reviewed periodically including at each financial year end.

**3. Cash and Cash Equivalents**

Cash and short-term deposits in the Balance Sheet comprise cash at banks, cheque on hand, short-term deposits with a maturity of three months or less from the date of acquisition, which are subject to an insignificant risk of changes in value.

**4. Statement of Cash Flow**

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

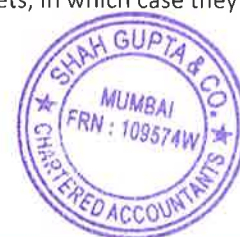
**5. Leases**

Assets given/taken on lease in which a significant portion of the risks and rewards of ownership are not transferred to the lessee are classified as operating leases. Lease payment/Income made under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease unless the Payments/Receipts are structured to increase in line with expected general inflation to compensate for the Company's expected inflationary cost increases.

**Company as lessee**

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risk and rewards incidental to ownership to the Company is classified as a finance lease.

Finance leases are capitalized at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized in finance cost in the statement of profit and loss, unless they are directly attributable to qualifying assets, in which case they are



**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**  
**Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2019**

capitalized in accordance with the Company's general policy on the borrowing costs. Contingent rentals are recognized as expenses in the period in which they are incurred.

A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the assets is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Operating lease payments are recognized as an expense in the statement of profit and loss on a straight line basis over the lease term.

**Company as a lessor**

Leases in which the Company does not transfer substantially all the risk and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognized on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased assets and recognized over the lease term on the same basis as rental income. Contingent rents are recognized as revenue in the period in which they are earned.

Lease are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

**6. Fair Value Measurement**

The Company measures financial instruments at fair value in accordance with accounting policies at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of asset or a liability is measured using the assumptions that market participants would use in pricing the asset or liability, assuming that market participant at in their economic best interest.

A fair value measurement of a non-financing asset takes into account a market participant's ability to generate economic benefit by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities



**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**  
**Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2019**

- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognized in the Balance Sheet on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

**7. Financial instruments**

Financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**a) Investments and other financial assets:**

**Classification**

The Company classifies its financial assets in the following measurement categories:

- i) those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- ii) those measured at amortized cost.

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

**Initial recognition and measurement**

Financial assets are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the Statement of Profit and Loss.

**Subsequent measurement**

After initial recognition, financial assets are measured at:

- i) fair value (either through other comprehensive income or through profit or loss) or,
- ii) amortized cost

**Debt instruments**

Subsequent measurement of debt instruments depends on the business model of the Company for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its debt instruments:

**Measured at amortized cost:** Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest, are subsequently measured at amortized cost using the effective interest rate (EIR)





**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**  
**Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2019**

method less impairment, if any, the amortization of EIR and loss arising from impairment, if any is recognized in the Statement of Profit and Loss.

**Measured at fair value through other comprehensive income (FVTOCI):** Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognized in the Statement of Profit and Loss.

**Gains or losses on De-recognition**

In case of investment in equity instrument classified as the FVTOCI, the gains or losses in de recognition are reclassified to retained earnings.

In the case of investment in debt instrument classified as the FVTOCI, the gains or losses in de recognition are reclassified to Statement of Profit and Loss.

**Measured at fair value through profit or loss (FVTPL):** A financial asset not classified as either amortized cost or FVTOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognized as 'other income' in the Statement of Profit and Loss.

**b) Financial liabilities and equity instruments:**

**Equity Instruments**

The Company subsequently measures all investments in equity instruments at fair value. The Management of the Company has elected to present fair value gains and losses on its investment equity instruments in other comprehensive income, and there is no subsequent reclassification of these fair value gains and losses to the Statement of Profit and Loss. Dividends from such investments continue to be recognized in the Statement of Profit and Loss as other income when the Company's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognized in the Statement of Profit and Loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVTOCI are not reported separately from other changes in fair value.

**Impairment of financial assets:**

The Company assesses on a forward looking basis the expected credit losses associated with its financial assets carried at amortized cost and FVTOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivable only, the Company applies the simplified approach permitted by Ind AS - 109 Financial Instruments, which requires expected lifetime losses to be recognized from initial recognition of such receivables.

**De-recognition:**

A financial asset is de-recognized only when

- i) The Company has transferred the rights to receive cash flows from the financial asset or
- ii) Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.



**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**  
**Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2019**

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is de-recognized.

Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not de-recognized.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognized if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognized to the extent of continuing involvement in the financial asset.

**Income recognition:**

**Interest Income**

Interest income from debt instruments is recognized using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

**Dividends**

Dividends are recognized in the Statement of Profit and Loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

**Financial liabilities:**

Classification as debt or equity Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

Initial recognition and measurement Financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at fair value.

Subsequent measurement Financial liabilities are subsequently measured at amortized cost using the effective interest rate method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognized in the Statement of Profit and Loss.

**De-recognition:**

A financial liability is derecognized when the obligation specified in the contract is discharged, cancelled or expires.

**Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty

**8. Provisions, Contingent liabilities, Contingent assets and Commitments**



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A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liability is disclosed in the case of:

- a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- a present obligation arising from past events, when no reliable estimate is possible
- a possible obligation arising from past events, when the probability of outflow of resources is remote.

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each Balance Sheet date.

**9. Earnings per Equity Share**

Basic earnings per equity share are computed by dividing the net profit attributable to the equity holders of the Company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the Company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

**10. Taxes**

Tax expense comprises current and deferred income tax. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Current income tax [including Minimum Alternate Tax (MAT)] is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted at the reporting date.

Current income tax relating to items recognize outside the statement of profit and loss is recognized outside the statement of profit and loss (either in other comprehensive income or in equity). Current tax items are



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recognized in correlation to the underline transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and established provisions where appropriate.

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date.

A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. Deferred tax relating to items recognized outside the statement of profit and loss are recognized in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred income taxes are not provided on the undistributed earnings of Company where it is expected that the earnings of the Company will not be distributed in the foreseeable future. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously. Tax benefits of deductions earned on exercise of employee share options in excess of compensation charged to income are credited to share premium.

**11. Foreign Currency Translation**

The financial statements are presented in Indian rupee (INR), which is Company's functional and presentation currency. Transactions in foreign currencies are recognized at the prevailing exchange rates on the transaction dates. Realized gains and losses on settlement of foreign currency transactions are recognized in the Statement of Profit and Loss.

Monetary foreign currency assets and liabilities at the year-end are translated at the year-end exchange rates and the resultant exchange differences are recognized in the Statement of Profit and Loss.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. Foreign currency borrowing is a long-term foreign currency monetary item which is re-measured at each period end date at the exchange rate.

The Appendix clarifies that the date of transaction for the purpose of determining the exchange rate to use on initial recognition of asset, expense or income (or part of it) is the date on which an entity initially recognizes the non-monetary asset or non-monetary liability arising from the payment or receipt of advance consideration towards such assets, expenses or income. If there is multiply payment or receipts in advance, then an entity must determine transaction date for each payment or receipt of advance consideration. There is no effect on account of adoption of this amendment.

**12. Current and Non-Current Classification**

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act.





**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**  
**Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2019**

**13. Employee Benefits**

**Short term employee benefits**

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognized in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense) after deducting any amount already paid.

**Post-Employment Benefits**

Payments to defined contribution schemes are recognized as an expense when employees have rendered the service entitling them to the contribution. The cost of providing benefits under the defined benefit scheme is determined using the projected unit credit method with actuarial valuations being carried out at each Balance Sheet date, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measure each unit separately to build up the final obligation. The parent Company and its Indian subsidiaries operate defined contribution plans pertaining to Employee State Insurance Scheme for all applicable employees.

**Gratuity**

The Company provides for gratuity, a defined benefit retirement plan ('the Gratuity Plan') covering eligible employees. The Gratuity Plan provides a lump-sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the Company.

Liabilities with regard to the Gratuity Plan are determined by actuarial valuation, performed by an independent actuary, at each Balance Sheet date using the projected unit credit method.

The Company recognizes the net obligation of a defined benefit plan in its Balance Sheet as an asset or liability. Gains and losses through re-measurements of the net defined benefit liability/(asset) are recognized in other comprehensive income. The actual return of the portfolio of plan assets, in excess of the yields computed by applying the discount rate used to measure the defined benefit obligation is recognized in other comprehensive income. The effect of any plan amendments is recognized in net profit in the Statement of Profit and Loss.

**Provident fund**

Eligible employees of Company receive benefits from a provident fund, which is a defined benefit plan. Both the eligible employee and the Company make monthly contributions to the provident fund plan equal to a specified percentage of the covered employee's salary.

**Compensated absences**

The Company has a policy on compensated absences which are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation performed by an independent actuary at each Balance Sheet date using projected unit credit method on the additional amount expected to be paid/availed as a result of the unused entitlement that has accumulated at the Balance Sheet date. Expense on non-accumulating compensated absences is recognized in the period in which the absences occur.

**Stock based compensation**

The compensation cost of the stock options granted to employees is calculated using the Fair value of the stock options. The compensation expense is amortized uniformly over the vesting period of the options.





**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**  
**Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2019**

**14. Revenue Recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of the when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Revenue from port operations services/ multi-model service including cargo handling and storage are recognized on proportionate completion method basis based on services completed till reporting date. Revenue on take-or-pay charges are recognized for the quantity that is difference between annual agreed tonnage and actual quantity of cargo handled.

Income from fixed price contract – Revenue from infrastructure development project/ services under fixed price contract. Where there is no uncertainty as to measurement or collectability of consideration is recognized based on milestones reached under the contract.

Ind AS 115 supersedes Ind AS 11, *Construction Contracts* and Ind AS 18, *Revenue*. Ind AS 115 requires an entity to report information regarding nature, amount, timing and uncertainty of revenue and cash flow arising from a contract with customers. The principles of Ind AS 115 is that an entity should recognize revenue that demonstrate the transfer of promised goods and services to customers at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods and services. The standard can be applied either retrospectively to each prior reporting period presented or can be applied retrospectively with the recognition of cumulative effect of contracts that are not completed contracts at the date of initial application of the standard. There is no effect on adoption of IND AS 115.

**15. Other Income**

Other income is comprised primarily of interest income, mutual fund income, exchange gain/ loss. All debts instrument measured either at amortized cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR). EIR is the rate exactly discounts the estimated cash payments or receipt over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortized cost of financial liability. When calculating the EIR, the Company estimates the expected cash flow by considering all the contractual terms of the financial instrument but does not consider the expected credit losses. Mutual fund is recognized at fair value through Profit and Loss.

**16. Inventory**

Consumables, construction materials and stores and spares are valued at lower of cost and net realizable value. Obsolete, defective, unserviceable and slow/ non-moving stocks are duly provided for. Cost is determined by the weighted average cost method.

**17. Borrowing Costs**

Borrowing costs attributable to the acquisition or construction of qualifying assets. Borrowing costs are capitalized as part of the cost of such asset up to the date when the asset is ready for its intended use. All other borrowing costs are expensed as incurred. Borrowing costs consist of interest and other cost that an entity incurs in connection with the borrowing of funds. Borrowing cost includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

**18. Segment Reporting**

The Company is primary engaged in the one business segment namely developing, operating and maintaining the port services, port related infrastructure development activities and developing of infrastructure as determined by Chief Operational decision maker, in accordance with IND AS 108 "Operating Segments".



**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**  
**Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2019**

Considering the interrelationship of various activities of the business, the Chief Operational decision maker monitored the operating result of its business segment on overall basis. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements.

**19. Rounding of Amounts**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakh as per the requirement of Schedule III, unless otherwise stated.

**1.3 Recent Accounting Pronouncements**

**Ind AS 116 Leases:** On March 30, 2019, Ministry of Corporate Affairs has notified Ind AS 116, Leases. Ind AS 116 will replace the existing leases Standard, Ind AS 17 Leases, and related Interpretations. The Standard sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. Ind AS 116 introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than twelve months, unless the underlying asset is of low value. Currently, operating lease expenses are charged to the statement of Profit & Loss. The Standard also contains enhanced disclosure requirements for lessees. Ind AS 116 substantially carries forward the lessor accounting requirements in Ind AS 17.

The effective date for adoption of Ind AS 116 is annual periods beginning on or after April 1, 2019. The standard permits two possible methods of transition:

- Full retrospective – Retrospectively to each prior period presented applying Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- Modified retrospective – Retrospectively, with the cumulative effect of initially applying the Standard recognized at the date of initial application.

Under modified retrospective approach, the lessee records the lease liability as the present value of the remaining lease payments, discounted at the incremental borrowing rate and the right of use asset either as:

- Its carrying amount as if the standard had been applied since the commencement date, but discounted at lessee's incremental borrowing rate at the date of initial application or
- An amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments related to that lease recognized under Ind AS 17 immediately before the date of initial application.

Certain practical expedients are available under both the methods.

The Company does not have any impact on account of this amendment.

**Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments:** On March 30, 2019, Ministry of Corporate Affairs has notified Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments which is to be applied while performing the determination of taxable profit (or loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under Ind AS 12. According to the appendix, companies need to determine the probability of the relevant tax authority accepting each tax treatment, or group of tax treatments, that the companies have used or plan to use in their income tax filing which has to be considered to compute the most likely amount or the expected value of the tax treatment when determining taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates.

The standard permits two possible methods of transition - i) Full retrospective approach – Under this approach, Appendix C will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, without using hindsight and



## PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED

### Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2019

ii) Retrospectively with cumulative effect of initially applying Appendix C recognized by adjusting equity on initial application, without adjusting comparatives.

The effective date for adoption of Ind AS 12 Appendix C is annual periods beginning on or after April 1, 2019. The Company will adopt the standard on April 1, 2019 and has decided to adjust the cumulative effect in equity on the date of initial application i.e. April 1, 2019 without adjusting comparatives.

The Company does not have any impact on account of this amendment.

**Amendment to Ind AS 12 – Income taxes:** On March 30, 2019, Ministry of Corporate Affairs issued amendments to the guidance in Ind AS 12, 'Income Taxes', in connection with accounting for dividend distribution taxes.

The amendment clarifies that an entity shall recognise the income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognised those past transactions or events.

Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The Company does not have any impact on account of this amendment.

**Amendment to Ind AS 19 – plan amendment, curtailment or settlement-** On March 30, 2019, Ministry of Corporate Affairs issued amendments to Ind AS 19, 'Employee Benefits', in connection with accounting for plan amendments, curtailments and settlements.

The amendments require an entity:

- to use updated assumptions to determine current service cost and net interest for the remainder of the period after a plan amendment, curtailment or settlement; and
- to recognise in profit or loss as part of past service cost, or a gain or loss on settlement, any reduction in a surplus, even if that surplus was not previously recognised because of the impact of the asset ceiling.

Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The Company does not have any impact on account of this amendment.

#### 1.4 Key accounting estimates and Judgments

The preparation of the Company's financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

##### Critical accounting estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

##### Property, plant and equipment

The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful lives and the expected residual value at the end of its lives. The useful lives and residual values of Company's assets are determined by Management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.



## PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED

Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2019

### Taxes

The Company has tax jurisdiction at India, significant judgements are involved in determining the provision for income taxes.

### Defined benefit plans

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

### Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques which involve various judgements and assumptions.

### For Shah Gupta & Co.

Chartered Accountants

Firm's Registration No: 109574W

*naresh*

### NARESH BHUTA

Partner

Membership No. 135823

Date : 17th May 2019

Place : Mumbai



### For and on behalf of the Board of Directors

### Prasad Rane Uday

Whole time director

DIN : 08427066

*Rohan Rao*

### Rohan Rao

Chief Financial Officer

*Sudip Mishra*

### Sudip Mishra

Director

DIN : 03428213

*Nital Chirag Gandhi*

### Nital Chirag Gandhi

Company Secretary

Membership No. 14589

PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED

Notes to the Financial Statements as at 31st March, 2019

NOTE 2:- PROPERTY, PLANT AND EQUIPMENT

INR in Lakh

| Particulars                     | Furniture & Fitting | Office Equipment | Computer | Total | Capital Work-In-Progress (refer Note 23) * |
|---------------------------------|---------------------|------------------|----------|-------|--|
| <b>Cost</b>                     |                     |                  |          |       |  |
| As at 1st April, 2017           | -                   | -                | -        | -     | 154.12                                     |
| Additions                       | -                   | -                | 0.49     | 0.49  | 6,233.42                                   |
| As at 31st March, 2018          | -                   | -                | 0.49     | 0.49  | 6,387.54                                   |
| Additions                       | 1.75                | 4.89             | 0.54     | 7.18  | 19,979.94                                  |
| As at 31st March, 2019          | 1.75                | 4.89             | 1.03     | 7.67  | 26,367.48                                  |
| <b>Accumulated Depreciation</b> |                     |                  |          |       |  |
| As at 1st April, 2017           | -                   | -                | -        | -     | -  |
| Additions                       | -                   | -                | 0.09     | 0.09  | -  |
| As at 31st March, 2018          | -                   | -                | 0.09     | 0.09  | -  |
| Additions                       | 0.08                | 0.47             | 0.18     | 0.73  | -  |
| As at 31st March, 2019          | 0.08                | 0.47             | 0.27     | 0.82  | -  |
| <b>Net book value</b>           |                     |                  |          |       |  |
| As at 1st April, 2017           | -                   | -                | -        | -     | 154.12                                     |
| As at 31st March, 2018          | -                   | -                | 0.40     | 0.40  | 6,387.54                                   |
| As at 31st March, 2019          | 1.67                | 4.42             | 0.76     | 6.85  | 26,367.48                                  |

NOTE 3:- OTHER NON-CURRENT ASSETS

INR in Lakh

| Particulars                     | As at 31st March, 2019 | As at 31st March, 2018 |
|---------------------------------|------------------------|------------------------|
| <b>Secured, considered good</b> |                        |                        |
| Capital advances to Contractors | 5,717.24               | 3,416.85               |
| Prepaid Expenses                | -                      | 508.76                 |
| Financial guarantee assets      | 397.42                 | -                      |
|                                 | 6,114.66               | 3,925.61               |

NOTE 4:- TRADE RECEIVABLES

INR in Lakh

| Particulars                       | As at 31st March, 2019 | As at 31st March, 2018 |
|-----------------------------------|------------------------|------------------------|
| <b>Unsecured, considered good</b> |                        |                        |
|                                   | 1,230.69               | 952.56                 |
|                                   | 1,230.69               | 952.56                 |

Trade receivables disclosed above include amounts (see below aged analysis) that are past due at the end of each reporting period for which the company has not recognised an allowance of doubtful debts because there has not been a significant change in credit quality and the amounts are still considered recoverable. Refer Note No 16

Aging of receivables

INR in Lakh

| Particulars                     | As at 31st March, 2019 | As at 31st March, 2018 |
|---------------------------------|------------------------|------------------------|
| <b>Within the credit period</b> |                        |                        |
| 31-60 days                      | 719.56                 | 952.56                 |
| 61-90 days                      | 365.82                 | -                      |
| 91-180 days                     | -                      | -                      |
| > 181 days                      | -                      | -                      |
|                                 | 145.31                 | -                      |
|                                 | 1,230.69               | 952.56                 |

The credit period on rendering services ranges from 1 to 30 days

NOTE 5:- CASH AND CASH EQUIVALENTS

INR in Lakh

| Particulars   | As at 31st March, 2019 | As at 31st March, 2018 |
|---|------------------------|------------------------|
| <b>Balances with Banks</b>  |                        |                        |
| In Current accounts *   | 1.33                   | 8.55                   |
| In Short Term Deposits accounts maturity less than 3 month at inception | 99.05                  | 150.22                 |
|   | 100.38                 | 158.77                 |

\* includes 0.28 Lakhs is balance in Trust and Retention Account (TRA) as on 31.03.2019 (TRA agreement between Company, Lenders and Paradip Port Trust). (PY Rs 0.00 Lakhs)

NOTE 6:- CURRENT FINANCIAL ASSETS - OTHER

INR in Lakh

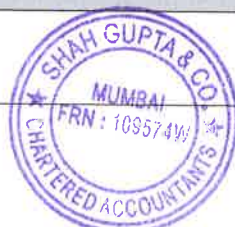
| Particulars                                  | As at 31st March, 2019 | As at 31st March, 2018 |
|--|------------------------|------------------------|
| <b>Unsecured, considered good</b>            |                        |                        |
| Advances to Related party (refer Note no 22) | -                      | 29.68                  |
|  | -                      | 29.68                  |

NOTE 7:- INCOME TAXES

Income tax related to items charged or credited directly to profit

INR in Lakh

| Particulars   | For the year ended 31st March, 2019 | For the year ended 31st March, 2018 |
|---|-------------------------------------|-------------------------------------|
| <b>In Statement of profit or loss</b>                                   |                                     |                                     |
| Current income tax (a)  | 243.63                              | 209.64                              |
| Deferred tax expense (b)  | 0.09                                | 0.03                                |
| <b>Total expense reported in the statement of profit and loss (a+b)</b> | 243.72                              | 209.67                              |





PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED

Notes to the Financial Statements as at 31st March, 2019

Income Tax expense

INR in Lakh

| Particulars                          | For the year ended<br>31st March, 2019 | For the year ended<br>31st March, 2018 |
|--------------------------------------|--|--|
| Reconciliation                       |  |  |
| Profit before tax                    | 866.96                                 | 651.31                                 |
| Applicable tax rate                  | 27.82%                                 | 27.55%                                 |
| Computed tax expense                 | 241.19                                 | 179.44                                 |
| Expenses not allowed for tax purpose | 2.44                                   | 30.20                                  |
| Computed tax expense                 | 243.63                                 | 209.62                                 |

The following table provides the details of income tax assets and income tax liabilities as of 31st March, 2019 and 31st March, 2018

INR in Lakh

| Particulars            | As at<br>31st March, 2019 | As at<br>31st March, 2018 |
|------------------------|---------------------------|---------------------------|
| Income Tax Assets      | 583.13                    | 219.19                    |
| Income Tax Liabilities | (244.73)                  | (217.97)                  |
|                        | 338.40                    | 1.22                      |

Reconciliation of Deferred Tax Assets / (Liabilities) Net

INR in Lakh

| Particulars   | As at<br>31st March, 2019 | As at<br>31st March, 2018 |
|---|---------------------------|---------------------------|
| Opening Balances  | (0.03)                    | -                         |
| Tax income / (expense) during the period recognised in profit or loss | (0.09)                    | (0.03)                    |
| Corporate Guarantee given by Parents                                  | (112.39)                  | -                         |
| Closing Balances  | (112.51)                  | (0.03)                    |

Deferred Tax of Rs. 0.09 Lakhs recognised related to timing difference due to depreciation on property, plant & equipments.

NOTE 8:- OTHER CURRENT ASSETS

INR in Lakh

| Particulars           | As at<br>31st March, 2019 | As at<br>31st March, 2018 |
|-----------------------|---------------------------|---------------------------|
| Statutory Receivables | 4,139.52                  | 1,358.33                  |
| Prepaid Expenses      | 16.56                     | -                         |
|                       | 4,156.08                  | 1,358.33                  |

NOTE 9:- EQUITY SHARE CAPITAL

INR in Lakh

| Particulars  | As at<br>31st March, 2019 | As at<br>31st March, 2018 |
|--|---------------------------|---------------------------|
| Authorised   |                           |                           |
| 10,00,00,000 Equity Shares of 10/- each  | 10,000.00                 | 10,000.00                 |
| Issued, Subscribed and Paid-up   |                           |                           |
| 6,00,10,000 Equity Shares of Rs.10/- each, fully paid-up (Previous year 5,00,10,000 Equity Shares of Rs 10/- each) | 6,501.00                  | 5,001.00                  |
|  | 6,501.00                  | 5,001.00                  |

(a) Reconciliation of the number of the shares outstanding at the beginning and at the end of the year

INR in Lakh

| Authorised share capital             | As at 31st March, 2019 |           | As at 31st March, 2018 |           |
|--------------------------------------|------------------------|-----------|------------------------|-----------|
|                                      | No. of Shares          | Amount    | No. of Shares          | Amount    |
| Balance at the beginning of the year | 100,000,000            | 10,000.00 | 10,000                 | 1.00      |
| Issued during the year               | -                      | -         | 99,990,000             | 9,999.00  |
| Balance at the end of the year       | 100,000,000            | 10,000.00 | 100,000,000            | 10,000.00 |

INR in Lakh

| Issued, Subscribed and Paid up share capital | As at 31st March, 2019 |          | As at 31st March, 2018 |          |
|--|------------------------|----------|------------------------|----------|
|  | No. of Shares          | Amount   | No. of Shares          | Amount   |
| Balance at the beginning of the year         | 50,010,000             | 5,001.00 | 10,000                 | 1.00     |
| Issued during the year                       | 15,000,000             | 1,500.00 | 50,000,000             | 5,000.00 |
| Balance at the end of the year               | 65,010,000             | 6,501.00 | 50,010,000             | 5,001.00 |

(b) Terms / rights attached to equity shares

The Company has one class of share capital, i.e., equity shares having face value of Rs. 10/- per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(c) Shares held by holding company

INR in Lakh

| Name of the Shareholders   | As at 31st March, 2019 |          | As at 31st March, 2018 |          |
|----------------------------|------------------------|----------|------------------------|----------|
|                            | No. of shares          | Amount   | No. of shares          | Amount   |
| JSW Infrastructure Limited | 48107400               | 4,810.74 | 37007400               | 3,700.74 |
| South West Port Limited    | 16902600               | 1,690.26 | 13002600               | 1,300.26 |
|                            | 65,010,000             | 6,501.00 | 50,010,000             | 5,001.00 |

(d) Details of shareholders holding more than 5 % shares in the Company

| Name of the Shareholders   | As at 31st March, 2019 |                        | As at 31st March, 2018 |                        |
|----------------------------|------------------------|------------------------|------------------------|------------------------|
|                            | No. of shares          | % holding in the class | No. of shares          | % holding in the class |
| JSW Infrastructure Limited | 48107400               | 74.00                  | 37007400               | 74.00                  |
| South West Port Limited    | 16902600               | 26.00                  | 13002600               | 26.00                  |
|                            | 65,010,000             | 100.00                 | 50,010,000             | 100.00                 |



**PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED**

Notes to the Financial Statements as at 31st March, 2019

**NOTE 10:- OTHER EQUITY**

INR in Lakh

| Particulars                         | Retained Earnings | Total equity attributable to equity holders of the Company |
|-------------------------------------|-------------------|--|
| Balance as at 1st April, 2018       | 440.54            | 440.54   |
| Profit for the year                 | 623.24            | 623.24   |
| Corporate guarantee given by Parent | 291.61            | 291.61   |
| Balance as at 31st March, 2019      | 1,355.39          | 1,355.39   |

INR in Lakh

| Particulars                    | Retained Earnings | Total equity attributable to equity holders of the Company |
|--------------------------------|-------------------|--|
| Balance as at 1st April, 2017  | (1.10)            | (1.10)   |
| Profit for the year            | 441.64            | 441.64   |
| Balance as at 31st March, 2018 | 440.54            | 440.54   |

**NOTE 11:- NON-CURRENT FINANCIAL LIABILITIES - BORROWINGS**

INR in Lakh

| Particulars | As at 31st March, 2019 | As at 31st March, 2018 |
|-------------|------------------------|------------------------|
| Term Loan   | 18,752.34              | -                      |
|             | 18,752.34              | -                      |

Term Loan has been availed from Exim Bank Of India of Rs 19451.82 (previous year Nil) lakhs @ LTMR + 45 Basis Point, With first Pari-pasu charge over moveble and immovable fixed asset, current assets both present and future and first pari-pasu charge/assignment of all receivable/revenue,cash flow from the project,

Quarterly Principal Loan repayment to Exim bank starts in June 2023 and ends in March 2035.

**NOTE 12:- NON-CURRENT FINANCIAL LIABILITIES-OTHERS**

INR in Lakh

| Particulars     | As at 31st March, 2019 | As at 31st March, 2018 |
|-----------------|------------------------|------------------------|
| Retention Money | 1,469.14               | 553.44                 |
|                 | 1,469.14               | 553.44                 |

**NOTE 13:- CURRENT FINANCIAL LIABILITIES - BORROWINGS**

INR in Lakh

| Particulars  | As at 31st March, 2019 | As at 31st March, 2018 |
|--|------------------------|------------------------|
| Unsecured loans from Related Parties (refer Note 22) | 5,090.34               | 3,221.80               |
|  | 5,090.34               | 3,221.80               |

Loan of Rs. 3731.80 ( previous year Rs. 3221.80) lakhs is outstanding from South West Port Limited bearing interest rate of 9.90% ( previous year 9.75%) p.a. And, loan of Rs. 1358.54( previous year Nil) lakhs is outstanding from JSW Infrastructure Limited bearing interest rate of 9.90% p.a ( previous year 9.75%),Repayable on demand.

**NOTE 14:- CURRENT FINANCIAL LIABILITIES - OTHERS**

INR in Lakh

| Particulars                            | As at 31st March, 2019 | As at 31st March, 2018 |
|--|------------------------|------------------------|
| Due to Related parties (refer Note 22) | 678.83                 | 83.85                  |
| Due to others                          | 326.85                 | 3,512.14               |
| Acceptances                            | 4,004.79               | -                      |
|  | 5,010.47               | 3,595.99               |

**NOTE 15:- OTHER CURRENT LIABILITIES**

INR in Lakh

| Particulars           | As at 31st March, 2019 | As at 31st March, 2018 |
|-----------------------|------------------------|------------------------|
| Statutory Liabilities | 23.35                  | 1.31                   |
|                       | 23.35                  | 1.31                   |



PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED

Notes to the Financial Statements for the year ended 31st March, 2019

NOTE 16:- REVENUE FROM OPERATIONS

INR in Lakh

| Particulars        | For the year ended 31st March, 2019 | For the year ended 31st March, 2018 |
|--------------------|-------------------------------------|-------------------------------------|
| Wharfage Revenue * | 840.24                              | 807.25                              |
|                    | 840.24                              | 807.25                              |

\* Company has claimed wharfage on cargo handled by Paradip Port Trust (PPT) on part of the berth under construction at 100% of wharfage collected by the PPT net of royalty in line with the terms of concession agreement. However PPT is paying 50% of wharfage collection. Company is contesting the same based on legal opinion obtained which suggests company's right of 100% share of wharfage collection by PPT. As a abundant precaution company has decided to bill PPT at 50% of wharfage collection by PPT "under protest" and recognise the remaining revenue once the matter is settled.

NOTE 17:- OTHER INCOMES

INR in Lakh

| Particulars                       | For the year ended 31st March, 2019 | For the year ended 31st March, 2018 |
|-----------------------------------|-------------------------------------|-------------------------------------|
| Interest earned on Fixed Deposits | 131.52                              | 29.93                               |
|                                   | 131.52                              | 29.93                               |

NOTE 18:- FINANCE COST

INR in Lakh

| Particulars        | For the year ended 31st March, 2019 | For the year ended 31st March, 2018 |
|--------------------|-------------------------------------|-------------------------------------|
| Other Finance Cost | 1.10                                | 8.33                                |
|                    | 1.10                                | 8.33                                |

NOTE 19:- DEPRECIATION AND AMORTISATION EXPENSES

INR in Lakh

| Particulars                     | For the year ended 31st March, 2019 | For the year ended 31st March, 2018 |
|---------------------------------|-------------------------------------|-------------------------------------|
| Depreciation on Tangible Assets | 0.73                                | 0.09                                |
|                                 | 0.73                                | 0.09                                |

NOTE 20:- OTHER EXPENSES

INR in Lakh

| Particulars                             | For the year ended 31st March, 2019 | For the year ended 31st March, 2018 |
|---|-------------------------------------|-------------------------------------|
| Rates & taxes                           | 4.13                                | 102.25                              |
| Manpower cost                           | 24.88                               | 8.21                                |
| Staff Welfare                           | 2.26                                | 0.47                                |
| Interest on Statutory Dues              | 0.02                                | 0.04                                |
| Bank Charges                            | 1.31                                | 0.15                                |
| Car Hiring charges                      | 15.26                               | 4.73                                |
| Remuneration to Auditor (refer Note 28) | 2.16                                | 0.75                                |
| Office expenses                         | 8.90                                | 4.18                                |
| Professional fees                       | 25.77                               | 29.65                               |
| Travelling Charges                      | 1.96                                | 4.42                                |
| Commission and Guarantee fee            | -                                   | 14.09                               |
| CSR Expenses (Refer Note 29)            | 6.50                                | -                                   |
| General office expenses and overheads   | 9.82                                | 8.51                                |
|   | 102.97                              | 177.45                              |

NOTE 21:- CONTINGENT LIABILITIES AND COMMITMENTS

A. Contingent Liabilities (to the extent not provided for)

INR in Lakh

| Particulars   | As at 31st March, 2019 | As at 31st March, 2018 |
|---|------------------------|------------------------|
| (a) Claims against the company not acknowledge as debts |                        |                        |
| Bank Gurantee given to Paradip Port Trust               | 7,064.00               | 7,064.00               |
|   | 7,064.00               | 7,064.00               |

B. Commitments (net of advances)

INR in Lakh

| Particulars  | As at 31st March, 2019 | As at 31st March, 2018 |
|--|------------------------|------------------------|
| Estimated amount of contracts remianing to be executed on capital account and not provided for | 60,246.00              | 59,837.90              |

NOTE 22:- DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (Ind AS) 24 RELATED PARTY DISCLOSURES

List of Related Parties

| Name                                 | Nature of Relation     |
|--------------------------------------|------------------------|
| JSW Infrastructure Limited           | Holding Company        |
| South West Port Limited              | Fellow Subsidiary      |
| JSW Paradip Terminal Private Limited | Other related party    |
| JSW Jaigarh Port Limited             | Other related party    |
| JSW Severfield Structures Limited    | Other related party    |
| JSW Steel Coated Products Limited    | Other related party    |
| JSW Steel Limited                    | Other related party    |
| Naveen Kumar (upto 31.01.2019 )      | Non executive director |
| Sudip Mishra                         | Non executive director |

Key Managerial Personnal

| Name                                    | Nature of Relation      |
|---|-------------------------|
| Prasad Rane Uday (w.e.f. 24.04.2019)    | Whole time Director     |
| Rohan Rao (w.e.f. 19.03.2019) *         | Chief Financial Officer |
| Nital Chirag Gandhi (w.e.f. 24.04.2019) | Company Secretary       |

\* Salary of key managerial personal paid by Holding company



PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED

Notes to the Financial Statements for the year ended 31st March, 2019

The following transactions were carried out with the related parties in the ordinary course of business

INR in Lakh

| Nature of transaction                            | For the year ended 31st March, 2019 | For the period ended 31st March, 2018 |
|--|-------------------------------------|---------------------------------------|
| <b>JSW Infrastructure Limited</b>                |                                     |                                       |
| Loan taken                                       | 1,388.22                            | 205.72                                |
| Loan repaid                                      | -                                   | (632.41)                              |
| Interest on Loan accrued (Gross)                 | 71.09                               | 40.83                                 |
| Interest on Loan paid                            | -                                   | (36.75)                               |
| Other Reimbursement                              | -                                   | (29.68)                               |
| <b>South West Port Limited</b>                   |                                     |                                       |
| Loan taken                                       | 510.00                              | 4,253.00                              |
| Loan repaid                                      | -                                   | (1,851.20)                            |
| Interest on Loan accrued (Gross)                 | 350.68                              | 119.13                                |
| Interest on Loan paid                            | -                                   | (78.80)                               |
| <b>JSW Paradip Terminal Private Limited</b>      |                                     |                                       |
| Other Reimbursement                              | 85.07                               | 57.67                                 |
| Other Reimbursement paid                         | -                                   | (36.82)                               |
| <b>JSW Jaigarh Port Limited</b>                  |                                     |                                       |
| Other Reimbursement                              | -                                   | 9.00                                  |
| Other Reimbursement paid                         | -                                   | (9.00)                                |
| <b>JSW Severfield Structures Limited</b>         |                                     |                                       |
| Advance given for purchase of goods and services | -                                   | 1,550.49                              |
| <b>JSW Steel Coated Products Limited</b>         |                                     |                                       |
| Purchase of goods and services                   | 371.34                              | -                                     |
| <b>JSW Steel Limited</b>                         |                                     |                                       |
| Purchase of goods and services                   | 105.02                              | -                                     |
|  | <b>2,881.42</b>                     | <b>3,561.18</b>                       |

Amount due to / from related parties

INR in Lakh

| Nature of transaction   | As at 31st March, 2019 | As at 31st March, 2018 |
|---|------------------------|------------------------|
| <b>Others payable (for Reimbursement of Expenses)</b>               |                        |                        |
| JSW Paradip Terminal Private Limited                                | 138.32                 | 53.25                  |
| <b>Dues / (receivable) towards Loan and Interest thereon</b>        |                        |                        |
| JSW Infrastructure Limited  | 1,422.53               | (29.68)                |
| South West Port Limited   | 4,078.02               | 3,252.40               |
| <b>Advance / (receivable) towards purchase of goods and service</b> |                        |                        |
| JSW Severfield Structures Limited                                   | (1,550.49)             | (1,550.49)             |
|   | <b>5,638.87</b>        | <b>3,275.97</b>        |

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates. Outstanding balances at the year-end are unsecured and settlement occurs in cash.

NOTE 23:- PRE-OPERATIVE EXPENSES IN CAPITAL WORK IN PROGRESS

INR in Lakh

| Particulars       | As at 31st March, 2019 | As at 31st March, 2018 |
|-------------------|------------------------|------------------------|
| Borrowing Cost    | 1,913.16               | 163.65                 |
| Insurance Charges | 37.70                  | -                      |
| Licence Fees      | 512.60                 | 233.00                 |
| Manpower Cost     | 337.82                 | 31.18                  |
| Consultancy Fess  | 304.54                 | 216.05                 |
| Others            | 20.89                  | -                      |
|                   | <b>3,126.71</b>        | <b>643.88</b>          |

NOTE 24:- FINANCIAL INSTRUMENTS - ACCOUNTING CLASSIFICATIONS AND FAIR VALUE MEASUREMENTS

NOTE 24.1 Capital Risk Management

The Company being in a capital intensive industry, its objective is to maintain a strong credit rating, healthy capital ratios and establish a capital structure that would maximise the return to stakeholders through optimum mix of debt and equity.

The Company's capital requirement is mainly to fund its capacity expansion, repayment of principal and interest on its borrowings and strategic acquisitions. The principal source of funding of the Company has been, and is expected to continue to be, cash generated from its operations supplemented by funding from bank borrowings and the capital markets. The Company is not subject to any externally imposed capital requirements.

The Company regularly considers other financing and refinancing opportunities to diversify its debt profile, reduce interest cost and elongate the maturity of its debt portfolio, and closely monitors its judicious allocation amongst competing capital expansion projects and strategic acquisitions, to capture market opportunities at minimum risk.

The Company monitors its capital using gearing ratio, which is net debt, divided to total equity. Net debt includes, interest bearing loans and borrowings less cash and cash equivalents, bank balances other than cash and cash equivalents and current investments.

INR in Lakh

| Particulars                    | As at 31st March, 2019 | As at 31st March, 2018 |
|--------------------------------|------------------------|------------------------|
| Long-term borrowings           | 18,752.34              | -                      |
| Short-term borrowings          | 5,090.34               | 3,221.80               |
| Less: Cash and cash equivalent | (100.38)               | (158.77)               |
| <b>Net debt</b>                | <b>23,742.30</b>       | <b>3,063.03</b>        |
| <b>Total equity</b>            | <b>7,856.39</b>        | <b>5,441.54</b>        |
| <b>Gearing ratio</b>           | <b>3.02</b>            | <b>0.56</b>            |





## PARADIP EAST QUAY COAL TERMINAL PRIVATE LIMITED

### Notes to the Financial Statements for the year ended 31st March, 2019

- (i) Equity includes all capital and reserves of the Company that are managed as capital.  
(ii) Debt is defined as long and Short-term borrowings.

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing

The following methods and assumptions were used to estimate the fair values:

Fair value of cash, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to the short-term maturities of these instruments.

#### NOTE 24.2 Categories of financial instruments

The accounting classification of each category of financial instruments, and their carrying amounts, are set out below:

INR in Lakh

| Particulars  | As at 31st March, 2019 |                  | As at 31st March, 2018 |                 |
|--|------------------------|------------------|------------------------|-----------------|
|  | Carrying amount        | Fair Value       | Carrying amount        | Fair Value      |
| <b>Financial assets at amortised cost (Level 3)</b>      |                        |                  |                        |                 |
| Cash and bank balances                                   | 100.38                 | 100.38           | 158.77                 | 158.77          |
| Trade Receivables  | 1,230.69               | 1,230.69         | 952.56                 | 952.56          |
| Other financial assets                                   | -                      | -                | 29.68                  | 29.68           |
|  | <b>1,331.07</b>        | <b>1,331.07</b>  | <b>1,141.01</b>        | <b>1,141.01</b> |
| <b>Financial liabilities at amortised cost (Level 3)</b> |                        |                  |                        |                 |
| Non-Current Borrowings                                   | 18,752.34              | 18,752.34        | -                      | -               |
| Non-Current Other Financial Liabilities                  | 1,469.14               | 1,469.14         | 553.44                 | 553.44          |
| Current Borrowings                                       | 5,090.34               | 5,090.34         | 3,221.80               | 3,221.80        |
| Other financial liabilities- current                     | 5,010.47               | 5,010.47         | 3,595.99               | 3,595.99        |
|  | <b>30,322.28</b>       | <b>30,322.28</b> | <b>7,371.23</b>        | <b>7,371.23</b> |

Fair value hierarchy

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

#### NOTE 25:- FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

##### Financial risk factors

The Company's activities expose it to a variety of financial risks, market risk, credit risk and liquidity risk. The Company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The company is in project phase. Project is managed through contribution from promoters'. The management is optimistic about the cash flows from project after commissioning.

##### Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in the market prices. The Company is exposed in the ordinary course of its business to risks related to changes in foreign currency exchange rates and interest rates.

##### Credit risk

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables amounting to ₹ 1230.69 Lakhs and ₹ 952.56 Lakhs as of March 31, 2019 and March 31, 2018, respectively. The Company has normal credit risk for collection of Trade receivables.

Credit risk on cash and cash equivalents is limited as we generally invest in deposits with banks and financial institutions with high credit ratings assigned by international and domestic credit rating agencies.

##### Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities. Long-term borrowings generally mature between one and 10 years. Liquidity is reviewed on a daily basis based on weekly cash flow forecast.

The Company's principal source of working capital is contributed by promoters. The Company has outstanding borrowings from promoters. Since the working capital is financed by contribution from promoters' no liquidity risk is perceived.

The Company is in project stage and working capital requirement if any is contributed by promoters.

The below table provides details regarding the ageing of significant financial liabilities as at 31st March, 2019

INR in Lakh

| Particulars                                      | Less than 1 year | 1-2 years | 2 and above years | Total     |
|--|------------------|-----------|-------------------|-----------|
| Financial liabilities (refer Note 11,12,13 & 14) | 10,100.81        | -         | 20,221.48         | 30,322.29 |

The below table provides details regarding the ageing of significant financial liabilities as at 31st March, 2018

INR in Lakh

| Particulars                                      | Less than 1 year | 1-2 years | 2 and above years | Total    |
|--|------------------|-----------|-------------------|----------|
| Financial liabilities (refer Note 11,12,13 & 14) | 6,817.79         | -         | 553.44            | 7,371.23 |

##### Capital Management

For the purpose of the Company's capital management, capital includes issued capital and all other equity reserves. The primary objective of the Company's Capital Management is to maximise shareholder value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants

#### NOTE 26:- DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (Ind AS) 33 EARNINGS PER SHARE

| Particulars  | For the year ended 31st March, 2019 | For the year ended 31st March, 2018 |
|--|-------------------------------------|-------------------------------------|
| Face value of equity share in Rs.                            | 10.00                               | 10.00                               |
| Weighted average number of equity shares outstanding in Nos. | 52,516,849                          | 25,010,000                          |
| Profit for the year in INR Lakhs                             | 623.24                              | 441.64                              |
| Earnings per share (Basic and Diluted) in Rs.                | 1.19                                | 1.77                                |





Notes to the Financial Statements for the year ended 31st March, 2019

NOTE 27:- SEGMENT REPORTING

The Company is primarily engaged in the one business segment namely developing, operating and maintaining the port services, port related infrastructure development activities and developing of infrastructure as determined by Chief Operational decision maker, in accordance with IND AS 108 "Operating Segments".

Considering the interrelationship of various activities of the business, the Chief Operational decision maker monitored the operating result of its business segment on overall basis. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements.

NOTE 28:- PAYMENT TO AUDITORS

| Particulars            | INR In Lakh                         |                                     |
|------------------------|-------------------------------------|-------------------------------------|
|                        | For the year ended 31st March, 2019 | For the year ended 31st March, 2018 |
| Statutory Audit Fees   | 1.50                                | 0.75                                |
| Tax Audit Fees         | 0.55                                | -                                   |
| Out of Pocket Expenses | 0.06                                | -                                   |
| Others                 | 0.05                                | -                                   |
|                        | <b>2.16</b>                         | <b>0.75</b>                         |

NOTE 29:- CORPORATE SOCIAL RESPONSIBILITY (CSR)

| Particulars   | INR in Lakh                         |                                     |
|---|-------------------------------------|-------------------------------------|
|   | For the year ended 31st March, 2019 | For the year ended 31st March, 2018 |
| Amount required to be spent as per section 135 of the Act | 6.50                                | -                                   |
| Amount Spent during the Year                              |                                     |                                     |
| (I) Construction/Acquisition of an asset                  | -                                   | -                                   |
| (II) On purchase other than (I) above                     | 6.50                                | -                                   |
|   | <b>6.50</b>                         | <b>-</b>                            |

NOTE 30:- VALUE OF IMPORTS CALCULATED ON CIF BASIS

| Particulars   | INR In Lakh                         |                                     |
|---------------|-------------------------------------|-------------------------------------|
|               | For the year ended 31st March, 2019 | For the year ended 31st March, 2018 |
| Capital goods | 4,474.22                            | -                                   |
|               | <b>4,474.22</b>                     | <b>-</b>                            |

NOTE 31:- EXPENDITURE IN FOREIGN CURRENCY (ACCRUAL BASIS)

| Particulars   | INR In Lakh                         |                                     |
|---------------|-------------------------------------|-------------------------------------|
|               | For the year ended 31st March, 2019 | For the year ended 31st March, 2018 |
| Capital goods | 4,474.22                            | -                                   |
|               | <b>4,474.22</b>                     | <b>-</b>                            |

NOTE 32:- REALISATION VALUE OF CURRENT ASSETS

In the opinion of Management, the Current Assets comprising of Advances (including capital advance) and other receivables, have value on realisation in the ordinary course of business at least equal to the amount to which they are stated.

NOTE 33:- The Company is yet to receive balance confirmation in respect of certain sundry debtors and advances. The management does not expect any material difference affecting the current year's financial statement due to the same.

NOTE 34:- The additional information pursuant to Schedule III of the Companies Act, 2013 is either Nil, or not applicable.

NOTE 35:- The financial statements are approved for issue by the Audit Committee at its meeting held on 17th May, 2019 and by the Board of Directors on 17th May, 2019.

NOTE 36:- Previous year's figures have been reclassified/regrouped, wherever necessary, to conform with the current year's classification.

As per our attached report of even date

For Shah Gupta & Co.  
Chartered Accountants  
Firm's Registration No: 109574W

*naresh*  
NARESH BHUTA  
Partner  
Membership No. 135823

Date : 17th May 2019  
Place : Mumbai



For and on behalf of the Board of Directors

*Prasanna*  
Prasanna Dasgupta  
Whole time director  
DIN : 08427066

*Rohan*  
Rohan Rao  
Chief Financial Officer

*Sudip*  
Sudip Mishra  
Director  
DIN : 03428213

*Nital*  
Nital Chirag Gandhi  
Company Secretary  
Membership No. 14589