



SESA RESOURCES LIMITED

Director's Report

To the Members,

The Board of Directors presents the 45th Annual Report of the Company together with the Audited Statement of Accounts for the financial year ended 31st March, 2011.

The name of your Company has been changed to **Sesa Resources Limited** from **V.S Dempo & Company Limited** with effect from 19th November 2010 in terms of Section 21 of the Companies Act, 1956 and the approval of the Central Government signified in writing having been accorded thereto under Section 21 of the Companies Act, 1956, read with Government of India, Department of Company Affairs, New Delhi, Notification No. G.S.R 507 (E) dated 24/06/1985.

1. Financial Results:

	2010-2011 (₹ in lakhs)		2009-2010 (₹ in lakhs)	
Profit Before Depreciation & Taxes		116,334.83		74,848.46
Less: a) Depreciation	1,051.24		1,005.35	
b) Provision for Taxes				
Current	37,501.80		25,011.00	
Deferred	222.96		193.64	
Fringe Benefit Tax	-		-	
Prior Years	(0.844)	38,775.17	(687.00)	25,522.99
Profit After Tax		77,559.66		49,325.48
Add: Surplus brought forward from previous year		61,738.33		12,412.86
Transfer from Investment Fluctuation Reserve		-		-
Amount available for appropriation		139,297.99		61,738.33
Less: Appropriations :				
a) Interim Dividend	-		-	
b) Corporate Dividend Tax	-		-	
c) General Reserve	-		-	
Balance Carried Forward		139,297.99		61,738.33

2. Dividend:

With a view to conserve resources for future operations, your Directors do not recommend any dividend for the financial year ended 31st March, 2011.

3. Business Performance and Outlook:

Your Company recorded all time high quarterly sales and production. Annual sales volumes decreased by 8.67% from 4.73 million tonnes in 2009-10 to 4.32 million tonnes in 2010-11. During the year sales realisation increased steadily over the course of 2010-11 on account of strong iron ore demand. The combination of sales volumes and improved realisation helped propel your Company's performance in 2010-11.

During 2010-11, there were some external developments that affected SRL's operations. Government of India (GoI) changed the export duty from 5% for fines and 15% for lumps to 20% flat for both Fines and Lumps respectively, this change in export duty was effective from 28th February, 2011. Apart from the duty change the profitability was also impacted by increase in logistics costs. Despite, these adversities increasing the Company's cost base, the Company was able to post a profits of ₹ 776 crore in 2010-11 an increase of 57.40% as against ₹ 493 crore in 2009-10. It was mainly driven by higher operational efficiencies and increased prices.

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Outlook

The Company remains optimistic on the prospects of the economic growth and by consequence the demand and price outlook for Iron Ore in the global Seaborne trade. Infact the consensus expectations point towards a global deficit for the next 2 years on the back of supply constraints. In the longer term, we remain sceptical of the forecast supply expectations. We reiterate our commitment to our long-term growth objective and continue to be focused on extracting the maximum internal efficiencies and operational productivity for a Sustainable future for our Company.

ISO Certification

All the certificates under ISO: 9001-2008, ISO: 14001-2004 for Quality Management and Environment Management respectively, are being maintained by the Company.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

Particulars prescribed under Section 217(1) (e) of the Companies Act, 1956, are given in Annexure A, which forms part of this Report.

4. Directors:

Mr. D. D. Jalan, Director, retires by rotation at the ensuing Annual General Meeting and, being eligible, offer himself for re-appointment.

5. Auditors:

The Company's Auditors, Messrs. Deloitte Haskins & Sells, Chartered Accountants, Chennai retire at the ensuing Annual General Meeting and are eligible for re-appointment.

6. Subsidiary Companies:

Statement regarding Subsidiary Companies as per the provisions of Section 212 of the Companies Act, 1956 is attached to this Report.

7. Awards:

Your Company was awarded with the following prestigious awards during the year 2010-11

- During 39th Annual Safety Week your Company won several prestigious awards like
 - First prize in housekeeping and organization
 - Second prize in safety consciousness and safety organization
 - Second prize in material preparation
 - Third prize in mechanized mines Group-A-2010, engineering aspects
- During 22nd Mines Environment and Mineral Conservation (MEMC) week celebrations your Company won several prestigious awards like
 - First prize for management of subgrade minerals under very large mechanized mines category.
 - First prize for reclamation & rehabilitation under medium mechanized mines category.



8. Safety:

The FSI is an index which simultaneously takes into accounts both the frequency and severity of accidents. The Company's safety performance is given below:

	2010-11	2009-10
FSI	0.149	1.542

9. Directors' Responsibility Statement:

Your Directors confirm that:

- (i) the applicable accounting standards have been followed along with proper explanations relating to material departures, if any, for preparation of the annual accounts;
- (ii) the accounting policies have been selected and applied consistently and judgements and estimates have been made that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31st March, 2011 and of the profits of the Company for that year;
- (iii) proper and sufficient care has been taken to maintain adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud or other irregularities;
- (iv) the annual accounts have been prepared on a going concern basis,

10. Employees:

The Company has not employed any individual whose remuneration falls within the purview of the limits prescribed by the provisions of Section 217(2A) of the Companies Act 1956, read with the Companies (Particulars of Employees) Rules 1975.

11. Compliance Certificate

The Compliance Certificate issued by Mr Sadashiv. V. Shet, Company Secretary, in terms of section 383A of Companies Act, 1956 is attached as Annexure B, which forms part of this report.

12. Acknowledgement:

The Directors would like to thank the employees and employee unions, shareholders, customers, suppliers, bankers, regulatory authorities and all the other business associates of the Company for their confidence and support to its Management. It would also like to thank the Central and State Governments for their support. And, finally, Sesa Resources Ltd. recognizes and appreciates the cooperation and support from its holding Company Sesa Goa.

For and on behalf of the Board of Directors

Place: Panaji, Goa
Dated : 21st April, 2011

P. K. Mukherjee
Director

Sushil Gupta
Director

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Information as per Section 217 (1) (e) read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Directors' Report for the year ended 31st March, 2011.

(A) Conservation of Energy

Fuel consumption and engine emission levels of the barge fleet, transport vehicles and earth moving equipment, together with the optimisation of electrical energy consumption in all activities, remains a focus area for the Company.

(B) Technological Absorption

Particulars with respect to Technology Absorption are given below in the prescribed Form B:

Research and Development (R & D):**1. Specific areas in which R & D have been carried out by the Company:**

The Company is looking for new process designs and applications of efficient machinery for iron ore beneficiation and mining on a continuous basis. Focus is also on towards process development work on the recovery of iron from tailings along with optimization of blend of various grades to achieve customer satisfaction and to conserve the iron ore resource.

2. Benefits derived as a result of the above R & D:

The benefits include reductions in operating costs; improvements in environmental control; optimization of the product mix; and conservation of resources.

3. Future plans of action:

Developmental work will continue to be carried out in all the above areas with a focus on cost reduction and quality improvement.

4. Expenditure on R & D:

	2010-2011 (₹ in crore)	2009-2010 (₹ in crore)
a) Capital	Nil	Nil
b) Recurring (revenue)	Nil	0.02
c) Total	Nil	0.02
d) Total R & D expenditure as a Percentage of total turnover	0.00%	0.02%

Technology Absorption, Adaptation and Innovation:**1. Efforts made towards technology absorption, adaptation and innovation are outlined below:**

The Company maintains close contact and regularly interacts with its principal shareholder, other consultants, its foreign associates, customers as well as with the suppliers of specialised equipment.

Various innovative initiatives undertaken for enhancement of ecology have been detailed elsewhere above.

2. Benefits derived as a result of the above efforts are inter alia:

- Improved mining efficiencies and product quality control.
- Improvement in pollution control system
- Improved and sustainable resource and environment management

(C) Foreign Exchange Earnings and Outgo

The Company's major foreign exchange earnings and outgo are on account of export of iron ore and ocean freight and import of capital items payments respectively. During the year, foreign exchange earnings were ₹ 1,688.01 crore and outgo (including dividend remittance) ₹ 64.12 crore (details are given in Schedule 18). Hence, the net foreign exchange earning was ₹ 1,623.89 crore.

For and on behalf of the Board of Directors

Place: Panaji, Goa
Dated : 21st April, 2011

P. K. Mukherjee
Director

Sushil Gupta
Director



Annexure-B to Directors' Report

COMPLIANCE CERTIFICATE

REGISTRATION NO.: U13209GA1965PLC000030

Authorized Capital: ₹ 1495 lacs

Paid-up Capital: ₹ 125 lacs

TO,
THE MEMBERS
SESA RESOURCES LIMITED
(Formerly known as VS Dempo & Co. Limited)

I have examined the registers, records, books and papers of SESA RESOURCES LIMITED as required to be maintained under the Companies Act, 1956 and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2011. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its officers and agents I certify that in respect of the aforesaid financial year,

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate with the Registrar of Companies, within the time prescribed under the Act and the rules made thereunder.
3. The Company being a Public Limited Company, comments are not required.
4. The Board of Directors duly met SEVEN times on 19/04/2010, 19/07/2010, 24/08/2010, 08/10/2010, 18/10/2010, 22/01/2011 and 18/03/2011 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed.
5. The Company was not required to close its Register of Members or Debenture holders during the financial year.
6. The Annual General Meeting for the financial year ended on 31st March, 2010 was held on 19/07/2010 after giving due notice to the members of the Company and the resolutions passed there at were duly recorded in Minutes Book maintained for the purpose.
7. One Extra Ordinary General Meeting was held on 15th October, 2010 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for this purpose during the financial year.
8. The Company has not advanced any loans to its Directors or persons or firms or Companies referred to under Section 295 of the Act.
9. The Company has not entered into any contracts falling within the purview of Section 297 the Act.
10. The Company has maintained register under Section 301 of the Act.
11. As there were no instances falling within purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or Central Government, as the case may be.
12. The Company has not issued any duplicate share certificates during the financial year.
13. The Company has
 - i. There was no allotment/ transfer/ transmission of securities during the financial year.
 - ii. The Company has not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.

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- iii. The Company was not required to post warrants to any member of the Company as no dividend was declared during the financial year.
- iv. There were no instances of unpaid dividends required to be transferred to Investor Education and Protection Fund.
- v. The Company has duly complied with requirements of Section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There was no appointment of Additional Director, Alternate Director and Directors to fill casual vacancy during the financial year.
15. The Company has not appointed any Managing Director/ Whole-time Director/ Manager during financial year.
16. The Company has not appointed any sole-selling agents during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies and such authorities prescribed under the various provisions of the Act.
18. The Directors have disclosed their interest in other Firms/Companies to the Board of Directors pursuant to the provisions of the Act and rules made thereunder.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. There was no redemption of Preference Shares or Debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance the rights to Dividend, Rights Shares and Bonus Shares pending of transfer registration of shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of Section 58A of the Companies Act, 1956 during the financial year.
24. The Company has not made any borrowings during the financial year ended 31st March, 2011.
25. The Company has not made any loans or advances or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another during the year under scrutiny
27. The Company has altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has altered the provisions of the Memorandum with respect to the name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to the Share Capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the Company, during the financial year, for offences under the Act.



32. The Company has not received any moneys as security from its employees during the financial year.
33. The Company has deposited both employee's and employer's contribution to Provident Fund with prescribed authorities pursuant to Section 418 of the Act.

Sadashiv V. Shet

Company Secretary

C. P. No. 2540

Place: Panaji-Goa.

Date: 21-04-2011

Annexure A

Registers maintained by the Company

Sr. No.	Name of the Register	Applicable Section of the Companies Act
1.	Register of charges	143
2.	Register of members	150
3.	Copies of Annual Returns	163
4.	Minutes of Board of Directors meeting	193
5.	Minutes of General meeting	193
6.	Register of contracts, companies & firms in which the Directors are interested	301
7.	Register of Directors	303
8.	Register of Directors Shareholding	307
9.	Register of Share Transfers	108

Annexure B

Forms and Returns as filed by the Company with the Registrar of Companies, during the financial year ended 31st March, 2011.

Sr. No.	Documents	Section	Particulars	Filing Details	
				Receipt	Date
1.	Form 62	149(2A)	Statement in lieu of Prospectus	A96679444	20/05/2010
2.	Form 21	621A	Order of the Regional Director	A88948032	13/07/2010
3.	Form 21	621A	Order of the Regional Director	A88949573	13/07/2010
4.	Form 21	621A	Order of the Regional Director	A88948799	13/07/2010
5.	Form 21	621A	Order of the Regional Director	A88967161	13/07/2010
6.	Form 32	266(1)	Appointment of Additional Director	A91280156	12/08/2010
7.	Form 32	266(1)	Appointment of Additional Director	A91254441	12/08/2010
8.	Form 18	146	Notice of Change or situation of Registered Office	A91359208	13/08/2010
9.	Form 32	266(1)	Cessation of Directors	A91357038	13/08/2010
10.	Form 32	266(1)	Appointment of Additional Director	A91358192	13/08/2010
11.	Form 32	303(2)	Change in Designation of Director	A91357673	13/08/2010
12.	Form 1A	20 & 21	Application for availability of Name	A91393249	13/08/2010
13.	Form 66	383A(1)	Submission of Compliance Certificate for the year ended 31.03.2009	P50073303	23/08/2010

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Sr. No.	Documents	Section	Particulars	Filing Details	
				Receipt	Date
14.	Form 66	383A(1)	Submission of Compliance Certificate for the year ended 31.03.2010	P50102391	24/08/2010
15.	Form 20B	159	Filing of Annual Return for the year 2009	P50132513	24/08/2010
16.	Form 23AC & ACA	220	Balance Sheet and Profit and Loss Account as on 31st March, 2009	P50103365	24/08/2010
17.	Form 23AC & ACA	220	Balance Sheet and Profit and Loss Account as on 31st March, 2010	P51770907	02/09/2010
18.	Form 23	192	Registration of Resolution	A93413680	07/09/2010
19.	Form 20 B	159	Filing of Annual Return for the year 2010	P52696408	22/09/2010
20.	Form 23AA	209(1)	Notice of Address of Books of Account are maintained	A94681129	24/09/2010
21.	Form 23	192	Registration of Resolution	A96398771	20/10/2010
22.	Form 23AA	209(1)	Notice of Address of Books of Account are maintained	A96869631	27/10/2010
23.	Form 1A	20 & 21	Application for Availability of name	A97346894	02/11/2010
24.	Form 20A	149(2A) and 149(2B)	Declaration pertaining to commencement of New Objects	A99353807	30/11/2010
25.	Form 67	20A(3)	Addendum	A99353807	25/01/2011



Auditors' Report

To the Members of

Sesa Resources Limited (Formerly known as V. S. Dempo & Company Limited)

1. We have audited the attached Balance Sheet of **SESA RESOURCES LIMITED** (the "Company") as at 31st March, 2011, the Profit and Loss Account and the Cash Flow Statement of the Company for year ended on that date, both annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, ("CARO" / the "Order") issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - (a) we have obtained all the information and explanations which, to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) in our opinion, the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in compliance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956;
 - (e) in our opinion and to the best of our information and according to the explanations given to us, the said financial statements give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
 - (ii) in the case of the Profit and Loss Account, of the profit of the Company for the year ended on 31st March, 2011; and
 - (iii) in the case of the Cash Flow Statement of the cash flows for the year ended on 31st March, 2011.
5. On the basis of written representations received from the directors as on 31st March, 2011, and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of Section 274(1)(g) of the Companies Act, 1956.

For DELOITTE HASKINS & SELLS

Chartered Accountants
(Registration No. 008072S)

C.R. Rajagopal

Partner
(Membership No. 23418)

Place: Panaji-Goa
Dated: 21st April, 2011

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**114 Annexure to the Auditors' Report
(Referred to in paragraph 3 of our report of even date)**

- (i) In respect of the Company's fixed assets:
- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
 - (b) According to the information and explanations given to us, all the fixed assets of the Company had been physically verified in the financial year 2009-10 in accordance with its programme of verification which provides for verification of all fixed assets over a period of three years. Accordingly, the fixed assets were not physically verified during the year.
 - (c) The fixed assets disposed off during the year, in our opinion, do not constitute a substantial part of the fixed assets of the Company and such disposal has, in our opinion, not affected the going concern status of the Company.
- (ii) In respect of the Company's inventories:
- (a) As explained to us, the inventories were physically verified during the year by the management at reasonable intervals.
 - (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured, to/from companies, firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the information and explanations given to us, having regard to the explanations that some of the items purchased are of special nature and suitable alternative sources are not readily available for obtaining comparable quotations, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of inventory and fixed assets and the sale of goods and services. During the course of our audit, we have not observed any major weakness in such internal control system.
- (v) According to the information and explanations given to us, the Company has not entered into any contract or arrangement with other parties, which needs to be entered in the Register maintained under Section 301 of the Companies Act, 1956.
- (vi) According to the information and explanations given to us, the Company has not accepted any deposit from the public during the year.
- (vii) In our opinion, the internal audit functions carried out during the year by a firm of Chartered Accountants appointed by the management have been commensurate with the size of the Company and the nature of its business.
- (viii) In our opinion and according to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 in respect of the Company's products.
- (ix) According to the information and explanations given to us in respect of statutory dues:
- (a) The Company has generally been regular in depositing undisputed dues, including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.



- (b) There were no undisputed amounts payable in respect of Income-tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other material statutory dues in arrears as at 31st March, 2011 for a period of more than six months from the date they became payable.
- (c) There were no disputed dues of Income-tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty and Cess which have not been deposited as on 31st March, 2011.
- (x) The Company does not have any accumulated losses. The Company has not incurred cash losses during the current financial year and in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any term loan from a financial institution or borrowed any sum against issue of debentures.
- (xii) According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Therefore, the provisions of paragraph 4(xii) of the Order are not applicable to the Company.
- (xiii) The Company is not a chit fund, nidhi, or a mutual benefit society.
- (xiv) According to the information and explanations given to us, the Company is not a dealer or trader in shares, securities or debentures and other investments.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
- (xvi) According to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained.
- (xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that, funds raised on short-term basis have, not been used during the year for long-term investment.
- (xviii) According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956 during the year.
- (xix) According to the information and explanations given to us, and the records examined by us, the Company has not issued any debentures that were outstanding at any time during the year.
- (xx) According to the information and explanations given to us, the Company has not raised any money by public issue during the year.
- (xxi) To the best of our knowledge and according to the information and explanations given to us, we report that no material fraud on or by the Company has been noticed or reported during the year.

For DELOITTE HASKINS & SELLS

Chartered Accountants
(Registration No. 008072S)

C.R. Rajagopal

Partner
(Membership No. 23418)

Place: Panaji-Goa
Dated: 21st April, 2011

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Balance Sheet

As at 31st March, 2011

Particulars	Sch. No.	As at 31st March, 2011		As at 31st March, 2010	
		₹	₹	₹	₹
SOURCES OF FUNDS					
Shareholders' funds					
Share capital	1	12,500,000		12,500,000	
Reserves and surplus	2	14,159,799,329		6,403,833,159	
			14,172,299,329		6,416,333,159
Loan funds					
Secured loans	3	281,295,000		347,578,000	
Unsecured loans		-		-	
			281,295,000		347,578,000
Deferred tax liability	4		61,631,805		39,335,340
Total			14,515,226,134		6,803,246,499
APPLICATION OF FUNDS					
Fixed assets					
Gross block	5	2,540,947,363		2,190,021,327	
Less : Depreciation		1,397,668,436		1,301,477,793	
Net Block		1,143,278,927		888,543,534	
Capital work-in-progress		337,747,999		34,123,710	
			1,481,026,926		922,667,244
Investments	6		11,170,991,627		6,068,702,045
Current assets, loans and advances					
Inventories	7	790,723,754		377,622,932	
Sundry debtors	8	1,858,249,013		393,345,072	
Cash and bank balances	9	26,119,002		15,017,533	
Other current assets		107,534		112,245	
Loans and advances	10	464,741,099		216,182,458	
			3,139,940,402		1,002,280,240
Less: Current liabilities and provisions					
Current liabilities	11	1,060,793,482		900,277,361	
Provisions	12	215,939,339		290,125,669	
			1,276,732,821		1,190,403,030
Net current assets			1,863,207,581		(188,122,790)
Total			14,515,226,134		6,803,246,499
Notes to accounts	18				

Per our report of even date attached

For Deloitte Haskins & Sells
Chartered Accountants

C.R. Rajagopal
Partner

Place: Panaji-Goa
Dated: 21st April, 2011

For and on behalf of the Board of Directors

P. K. Mukherjee
Director

Sushil Gupta
Director

Place: Panaji-Goa
Dated: 21st April, 2011



Profit and Loss Account

For the year ended 31st March, 2011

Particulars	Sch. No.	Year ended 31st March, 2011		Year ended 31st March, 2010	
		₹	₹	₹	₹
INCOME					
Sales of ore		19,327,798,678		13,208,633,828	
Less: Ocean freight		2,046,617,939		1,702,247,449	
		17,281,180,739		11,506,386,379	
Hire of ship and transhipper		306,061,026		217,900,264	
Services and other proceeds	13	168,470,168		260,420,211	
Miscellaneous income	14	398,436,718		151,023,300	
		18,154,148,651		12,135,730,154	
EXPENDITURE					
Production and operational expenses	15	6,242,901,802		4,540,474,526	
Administration expenses	16	261,829,528		88,657,611	
Interest and other charges	17	15,934,674		21,751,851	
Depreciation		105,124,362		100,534,965	
		6,625,790,366		4,751,418,953	
Profit before tax		11,528,358,285		7,384,311,201	
Less: Provision for taxation					
Current tax		3,750,180,000		2,501,100,000	
Deferred tax		22,296,464		19,363,965	
Prior year taxes		(84,349)		(68,700,357)	
		3,772,392,115		2,451,763,608	
Profit after taxes		7,755,966,170		4,932,547,593	
Balance brought forward		6,173,833,159		1,241,285,565	
Surplus carried to reserve and surplus		13,929,799,329		6,173,833,159	
Earnings per share - basic and diluted (Refer Note No. 15 of Schedule 18)		6,204.77		3,946.04	
Nominal value per share		10		10	
Notes to accounts	18				

Per our report of even date attached

For Deloitte Haskins & Sells
Chartered Accountants

C.R. Rajagopal
Partner

Place: Panaji-Goa
Dated: 21st April, 2011

For and on behalf of the Board of Directors

P. K. Mukherjee
Director

Sushil Gupta
Director

Place: Panaji-Goa
Dated: 21st April, 2011

SESA RESOURCES LIMITED

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Cash Flow Statement

For the year ended 31st March, 2011

Particulars	Year ended	Year ended
	31st March, 2011	31st March, 2010
	₹	₹
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net profit before tax	11,528,358,285	7,384,311,202
Adjustments for:		
Depreciation	105,124,362	100,534,965
Assets written off	-	1,258,335
Interest/dividend (net)	(354,563,785)	(58,643,207)
(Profit)/loss on sale of assets	(2,055,383)	(765,878)
(Profit)/loss on redemption of investments	(2,492,714)	55,457
Operating profit before working capital changes	11,274,370,765	7,426,750,874
Adjustments for:		
Trade and other receivables	(1,713,493,623)	1,804,709,112
Inventories	(413,100,822)	277,608,361
Trade payables	169,160,427	(2,033,583,667)
Cash generated from operations	9,316,936,747	7,475,484,680
Taxes paid	(3,832,932,552)	(2,020,855,793)
NET CASH FROM OPERATING ACTIVITIES	5,484,004,195	5,454,628,887
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of fixed assets	(663,761,981)	(161,333,678)
Proceeds from sale of fixed assets	2,333,320	2,491,737
(Purchase)/redemption of current investments	(5,099,796,868)	(5,258,455,095)
Interest received	1,185,374	51,241,244
Dividend received	365,329,616	42,599,656
NET CASH USED IN INVESTING ACTIVITIES	(5,394,710,539)	(5,323,456,136)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Loans (repaid)/availed	(66,283,000)	(1,463,902,965)
Interest paid	(11,940,228)	(18,889,185)
NET CASH USED IN FINANCING ACTIVITIES	(78,223,228)	(1,482,792,150)
NET INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENTS	11,070,428	(1,351,619,399)
Cash and cash equivalents - opening balance	6,468,971	1,358,088,370
Cash and cash equivalents - closing balance	17,539,399	6,468,971
Cash and bank balances as per Schedule 9	26,119,002	15,017,533
Less: Deposits pledged with banks considered separately	8,579,603	8,548,562
Cash and cash equivalents as per the cash flow statement	17,539,399	6,468,971

Figures in brackets represent outflows

For notes to accounts refer schedule 18

Per our report attached of even date attached

For Deloitte Haskins & Sells
Chartered Accountants

C.R. Rajagopal
Partner

For and on behalf of the Board of Directors

P. K. Mukherjee
Director

Sushil Gupta
Director

Place: Panaji-Goa
Dated: 21st April, 2011

Place: Panaji-Goa
Dated: 21st April, 2011



Schedules Annexed to and Forming Part of the Balance Sheet

Schedule 1 : Share Capital

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Authorised 14,950,000 (Previous year 14,950,000) equity shares of ₹ 10 each	149,500,000		149,500,000	
Issued and Subscribed 1,250,000 (Previous year 1,250,000) equity shares of ₹ 10 each	12,500,000		12,500,000	
Total	12,500,000		12,500,000	

Note:

The entire 1,250,000 equity shares of ₹ 10 each are held by Sesa Goa Limited, the holding company. Vedanta Resources Plc, is the ultimate holding company.

Schedule 2 : Reserves and Surplus

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
General reserve As per last balance sheet	230,000,000		230,000,000	
Profit and loss account - Surplus As per annexed account	13,929,799,329		6,173,833,159	
Total	14,159,799,329		6,403,833,159	

Schedule 3 : Secured Loans

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
From banks Term loans (Secured by a charge on vessel M.V. Goan Pride) Amount due within a year ₹ 62,510,000 (Previous year ₹ 63,196,000)	187,530,000		252,784,000	
From Others Term Loan (Secured by future export proceeds) Amount due within a year ₹ 93,765,000 (Previous year ₹ Nil)	93,765,000		94,794,000	
Total	281,295,000		347,578,000	

Schedule 4 : Deferred Tax

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Deferred tax liabilities on temporary timing differences - in respect of depreciation allowance	81,091,959		60,080,632	
Deferred tax assets - in respect of leave encashment and bonus	8,310,654		5,678,202	
- in respect of others	2,531,234		6,243,627	
- in respect of provision for doubtful debts	8,618,266		19,460,154	
Net deferred tax liability	61,631,805		39,335,340	

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Schedules Annexed to and Forming Part of the Balance Sheet (continued)

Schedule 5 : Fixed Assets

Particulars				Original Cost		Depreciation / Amortisation					Net Value	
	Opening as at 1st April, 2010	Additions	Deductions	Closing as at 31st March, 2011	Upto 31st March, 2010	For the Year	On Deductions	Upto 31st March, 2011	As at 31st March, 2011	As at 31st March, 2010		
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
Tangible Assets												
Land Plots	56,568,773	29,760,040	-	86,328,813	-	-	-	-	86,328,813	56,568,773		
Road and Bunders	4,631,089	24,996,314	-	29,627,403	3,089,852	341,825	-	3,431,677	26,195,726	1,541,237		
Buildings	49,477,764	166,400	-	49,644,164	4,902,139	1,491,039	-	6,393,178	43,250,986	44,575,625		
Plant and Machinery	1,320,704,148	288,805,469	8,836,381	1,600,673,236	906,516,988	64,671,888	8,708,707	962,480,169	638,193,067	410,696,547		
Vehicles	16,565,843	7,615,624	375,276	23,806,191	9,383,702	2,936,190	225,013	12,094,879	11,711,312	7,182,141		
Riverfleet	94,878,330	4,632,600	-	99,510,930	83,202,605	2,096,073	-	85,298,678	14,212,252	11,683,220		
Ship	639,671,871	-	-	639,671,871	293,045,067	31,983,595	-	325,028,662	314,643,209	346,626,804		
Furniture and Fittings	7,523,509	4,161,246	-	11,684,755	1,337,440	1,603,753	-	2,941,193	8,743,562	9,669,187		
Total	2,190,021,327	360,137,693	9,211,657	2,540,947,363	1,301,477,793	105,124,363	8,933,720	1,397,668,436	1,143,278,927			
Previous year	1,920,667,303	306,664,530	37,310,505	2,190,021,327	1,235,269,140	100,534,965	34,326,312	1,301,477,793	-	888,543,534		
Capital Work-in-Progress												
Constructions in progress									292,384,920	26,479,460		
Capital advances									45,363,079	7,644,250		
Total									337,747,999	34,123,710		

Notes:

1. Represents 50% undivided interest in a Transhipper Vessel named "Goan Pride"
2. During the year the following reclassification has been carried out in the opening block of assets:

Asset Block	Original Cost	Accumulated Depreciation
	₹	₹
Plant and Machinery	6,985,138	3,494,524
Furniture and Fittings	(6,835,243)	(3,352,124)
Riverfleet	(149,895)	(142,400)

Schedule 6 : Investments

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Current Investment (at lower of cost and market value)				
Non-trade, unquoted (fully paid up):				
In Mutual Funds				
Nil (Previous year 70,000,000) units of ₹ 10 each Birla Interval Income Fund-Quarterly Series 1 Dividend Payout	-		700,000,000	
Nil (Previous year 22,326,736) units of ₹ 10 each Birla Saving Fund Instl- Daily Dividend	-		390,241,153	
Nil (Previous year 40,178,890) units of ₹ 10 each HDFC Cash Management Fund Treasury Advantage Plan- Wholesale Growth	-		810,948,268	
35,000,000 (Previous year Nil) units of ₹ 10 each HDFC FMP 370D Jun10(2)-Dividend Payout	350,000,000		-	
Nil (Previous year 24,278,229) units of ₹ 10 each ICICI Prudential Ultra Short Term Plan Super Premium Growth	-		250,820,812	
Nil (Previous year 3,984,002) units of ₹ 10 each ICICI Prudential Flexible Income Plan Premium Growth	-		682,197,814	

**Schedule 6 : Investments (continued)**

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
152,763,131 (Previous year Nil) units of ₹ 10 each ICICI Prudential Blended Plan B - Institutional - Dividend	1,527,660,808		-	
22,513,642 (Previous year Nil) Units of ₹ 10 each Kotak Quarterly Interval Plan - Series 9	225,224,228		-	
39,929,724 (Previous year Nil) Units of ₹ 10 each Reliance Interval Fund - quarterly Series I	400,000,000		-	
Nil (Previous year 39,781,153) units of ₹ 10 each Reliance Medium Term Fund Retail Plan Growth Option	-		758,948,824	
91,973,648 (Previous year Nil) units of ₹ 10 each Reliance Monthly Interval Fund-series I-Inst-Dividend Plan	920,000,000		-	
40,000,000 (Previous year 40,000,000) units of ₹ 10 each Religare Fixed Maturity plan Series II Plan A (13 Months) Growth	400,000,000		400,000,000	
50,000,000 (Previous year 50,000,000) units of ₹ 10 each Religare Fixed Maturity Plan Series II Plan B (15 Months) Growth	500,000,000		500,000,000	
4,764,220 (Previous year 12,001,164) units of ₹ 15 each Kotak Floter Long Term Growth	74,255,135		175,342,767	
Nil (Previous year 60,000,000) units of ₹ 10 each Kotak Quarterly Interval Plan Series 3 - Dividend	-		600,000,000	
45,514,774 (Previous year Nil) Units of ₹ 15 each Canara Robeco Treasury Advantage Fund - Growth	675,589,451		-	
51,998,960 (Previous year Nil) units of ₹ 10 each ICICI Prudential Interval V Monthly Inst. Dividend	520,000,000		-	
6,202,762 (Previous year Nil) units of ₹ 15 each Tata Floater Fund - Growth	90,975,909		-	
25,008,922 (Previous year Nil) units of ₹ 15 each Canara Robeco Floating rate ST - Growth	380,245,649		-	
38,986,355 (Previous year Nil) units of ₹ 10 each Canara Robeco Floating Rate ST Daily Dividend Fund	400,000,000		-	
74,993,251 (Previous year Nil) units of ₹ 10 each UTI Fixed Income Interval Fund - Monthly Interval Plan Series I - Institutional Dividend Plan	750,000,000		-	
39,988,004 (Previous year Nil) units of ₹ 10 each UTI - Fixed Interval Fund - Monthly Interval Plan II - Institutional Dividend Plan	400,000,000		-	
1,506,603 (Previous year Nil) units of ₹ 1,000 each IDFC savings Advantage Fund - Plan A- DD	1,506,838,040		-	
125,000,000 (Previous year Nil) units of ₹ 10 each IDFC Fixed Income maturity Monthlu Series - 30 Div	1,250,000,000		-	
	10,370,789,220		5,268,499,638	
Long-term Investments (at cost less provision for diminution):				
Non-Trade, fully paid equity shares (Unquoted shares) :				
In Subsidiary company :				
1,150,000 (Previous year 1,150,000) equity shares of ₹ 100/- each in Sesa Mining Corporation Limited	800,097,407		800,097,407	
In Other companies :				
5,000 (Previous year 5,000) equity shares of ₹ 10/- each in Goa Infrastructural Development Company Private Limited	50,000		50,000	
5,000 (Previous year 5,000) equity shares of ₹ 10/- each in Goa Maritime Private Limited	50,000		50,000	
In Co-operative Societies				
250 (Previous year 250) equity shares of ₹ 10/- each in V.S. Dempo Surla Mine Staff Co-operative Credit Society Limited	2,500		2,500	

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Schedules Annexed to and Forming Part of the Balance Sheet (continued)

Schedule 6 : Investments (continued)

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
250 (Previous year 250) equity shares of ₹ 10/- each in V.S. Dempo Surla Mine Staff Consumer Co-operative Society Limited	2,500		2,500	
		800,202,407		800,202,407
Total		11,170,991,627		6,068,702,045

Notes :

- Aggregate amount of mutual fund investments at net asset value 10,477,074,579 5,277,971,891
- Aggregate amount of unquoted investments at cost [including mutual funds ₹ 10,370,789,220 (Previous year ₹ 5,268,499,638)] 6,068,702,045
- Details of mutual fund purchased and sold during the year.

Name of the fund	Units	Amount ₹
Birla Interval Income Fund - INSTL - Qur Series 1 Dividend Payout	859,446	8,594,460
Kotak Quarterly Interval Plan Series 3 - Dividend	459,100	4,591,001
Reliance Medium Term Fund Retail Plan Growth Plan Growth option	34,646,680	660,992,825
Birla Ultra Short Term Fund - Daily Dividend	234,906,495	2,350,356,934
TATA Floater Fund - Daily Dividend	217,981,577	2,187,575,909
Canara Robaco Treasury Advt Sup Inst Plan	257,939,538	3,200,281,642
SBI Ultra Short Term Fund	153,957,625	1,540,500,000
Kotak Floater Long Term Daily Dividend	597,869,955	6,026,409,574
Kotak Floater Short Term Daily Dividend	31,659,381	320,272,628
Canara Robeco Floating Rate ST Daily Dividend fund	37,060,979	380,245,649
UTI Treasury Advantage Fund Daily Dividend	446,904	447,000,000
HDFC Cash Management Fund - Savings plan	211,099,661	2,245,340,432
HDFC Mutual Fund - HDFC Cash Management Fund - Treasury	186,412,360	1,869,995,593
ICICI Pru Institutional Liquid Plan-Super Inst. Daily Div.	7,119,411	712,102,019
ICICI Pru Ultra Short Term Plan - Daily Div.	165,701,321	1,663,972,664
ICICI Pru Flexible Income Plan - Daily Div.Reinv.	6,460,045	683,052,864
Reliance Liquid Fund - Daily Div. Reinv.	143,293,422	1,433,665,012
Reliance Medium Term Fund - Daily Div. Reinv.	138,517,172	2,368,075,713
Kotak Liquid Institutional Premium Daily Div.Reinv.	177,413,747	2,169,433,037
Birla Cash Plus - Daily Div.Reinv	255,550,110	2,760,528,950
BSL Saving Fund - Daily Div.Reinv	215,018,789	2,151,650,023
IDFC Cash Fund Plan - Daily Div Reinvest.	256,769,372	2,568,335,646
IDFC Money Manager Fund - Daily Div Reinvest.	259,718,556	2,597,575,134
Kotak Fexi Plan - Daily Div Reinvest.	154,925,133	1,556,610,270
TATA Liquid Fund - Daily Div Reinvest.	2,465,488	2,747,835,828
HDFC Floating Rate Income Fund - STP - Div Reinvest.	157,175,101	1,584,466,472
Can Robaco Liquid Collection Fund	115,406,020	1,160,407,533
Reliance Money Manager	880,161	881,367,746
Kotak Quarterly Interval Plan - Series 8	122,555,075	1,249,632,825
Canara Robaco Interval Series 2 Quarterly 2	79,982,675	799,842,750
Birla Sun Life Quarterly Interval Fund-Series 4	82,840,119	830,000,000
Reliance Quarterly Interval Fund I - Institutional - Div - Payout	47,988,954	480,206,264
Kotak QIP Series - 5 Div Payout	150,000,000	1,500,000,000
ICICI Blended Plan B - Inst - Div - Pay out	143,381,063	1,485,972,664
BSL Short Term Opportunity Fund - Wk Div	90,717,431	907,800,260
Reliance Monthly Interval Fund-Series II - Inst-Div	39,975,568	400,059,493
ICICI Blended Plan B - Inst Div Payout	142,761,189	1,485,972,664

**Schedule 7 : Inventories**

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Stocks of (at lower of cost and net realisable value):				
Finished goods - Iron ore		688,944,539		309,632,562
Consumables stores and spares		101,779,215		67,990,370
Total		790,723,754		377,622,932

Schedule 8 : Sundry Debtors

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Debts outstanding for a period exceeding six months				
Unsecured and considered good		2,077,363		7,304,084
Considered doubtful		26,562,694		26,562,694
		28,640,057		33,866,778
Other debts, unsecured and considered good		1,856,171,650		386,040,988
(Includes dues from Sesa Goa Limited ₹ 1,917,840)		1,884,811,707		419,907,766
Less: Provision for doubtful debts		26,562,694		26,562,694
Total		1,858,249,013		393,345,072

Schedule 9 : Cash And Bank Balances

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Cash in hand [including cheques and demand drafts on hand ₹ 7,820 (Previous year ₹ 1,890,599)]		49,856		1,917,166
Balances with scheduled banks:				
On current account		17,063,159		4,110,110
On deposit account [Including on lien ₹ 8,579,603 (previous year ₹ 8,548,562)]		8,579,603		8,548,562
On EEFC account		426,384		441,695
		26,069,146		13,100,367
Total		26,119,002		15,017,533

Schedule 10 : Loans And Advances

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Unsecured considered good unless otherwise stated				
Advances recoverable in cash or in kind or for value to be received		426,475,279		153,842,035
Loans and advances to staff		447,919		2,843,653
Prepaid expenses		34,161,563		44,204,100
Deposits		3,656,338		4,060,238
Balances with port trusts, customs, excise authorities etc.		-		11,232,432
Total		464,741,099		216,182,458

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(continued)****Schedule 11 : Current Liabilities**

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Sundry creditors				
(i) Due to micro and small enterprises (Refer Note No. 5 Schedule 18)	-		-	
(ii) Due to others	1,027,026,070		833,597,773	
		1,027,026,070		833,597,773
Subsidiary company		-		44,161,282
Advances from customers		2,202,944		776,331
Other liabilities		31,459,722		21,643,495
Interest accrued but not due		104,746		98,480
Total		1,060,793,482		900,277,361

Schedule 12 : Provisions

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Provision for taxation (net of advance tax ₹ 7,289,109,220 (Previous year ₹ 3,456,201,818))		192,561,280		275,398,182
Compensated absences		23,378,059		14,727,487
Total		215,939,339		290,125,669



Schedules Annexed to and Forming Part of the Profit and Loss Account

Schedule 13 : Services And Other Proceeds

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Barge and jetty hire charges [Tax deducted at source ₹ 1,256,619 (Previous year ₹ 317,178)]	168,470,168		13,061,008	
Shipping agency fees [Tax deducted at source ₹ Nil (Previous year ₹ 106,826)]	-		761,510	
Difference in rate of exchange (net)	-		246,597,693	
Total	168,470,168		260,420,211	

Schedule 14 : Miscellaneous Income

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Interest on bank deposits [Tax deducted at source ₹ 49,269 (Previous year ₹ 5,014,714)]	582,489		12,768,979	
Interest others [Tax deducted at source ₹ 45,886 (Previous year ₹ Nil)]	598,174		22,163,758	
		1,180,663		34,932,737
Dividends (non - trade)				
On current investments	365,329,616		42,599,356	
On long term investments	-	365,329,616	300	42,599,656
Profit on sale of current investments (net)		2,492,714		-
Profit on sale of assets (net)		2,055,383		765,878
Other receipts		27,378,342		72,725,029
Total		398,436,718		151,023,300

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Schedules Annexed to and Forming Part of the Profit and Loss Account (continued)

Schedule 15 : Production and Operational Expenses

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Increase/decrease in stock of ore				
Opening stock	309,632,562		551,956,909	
Less: Closing stock	688,944,539		309,632,562	
		(379,311,977)		242,324,347
Consumption of stores		329,374,992		171,622,634
Purchase of ore		1,753,480,479		1,430,487,861
Personnel (Refer Note No. 13 of Schedule 18)				
Salaries, wages, bonus and allowances	211,388,441		167,668,324	
Contributions to provident and other funds	9,824,689		8,918,251	
Contributions to gratuity and Superannuation funds	11,113,337		1,067,092	
Staff welfare expenses	14,528,726		15,269,069	
		246,855,193		192,922,736
Repairs and maintenance				
Plant machinery	95,063,109		74,131,146	
Buildings	87,705,962		15,419,021	
Others	282,540,888		180,709,973	
		465,309,959		270,260,140
Contractors for hired trucks and other services		896,661,953		618,293,272
Hire charges of barges		278,128,110		274,571,637
Wharfage, tonnage, handling and shipping expenses		228,531,623		181,403,961
Rent		6,999,996		8,268,847
Export duty		1,459,331,403		388,304,306
Royalty and cess		420,546,618		250,856,597
Rates and taxes		9,791,968		7,316,196
Insurance		27,422,395		17,215,356
Electricity and water charges		32,451,674		28,365,280
Demurrage over despatch		318,253,541		224,815,575
Commission and service charges on sales		1,147,697		55,564,357
Analysis of ore		11,913,821		23,160,856
Printing and stationery		954,834		652,346
Travelling and representation expenses		20,247,297		5,376,960
Maintenance of vehicles		217,985		59,131
General expenses		86,927,383		36,558,207
Difference in exchange rate (net)		26,387,641		-
Loss on cancellation of forward contracts (net)		-		105,549,525
Provision for mine closure expenses		1,277,217		6,524,399
Total		6,242,901,802		4,540,474,526



Schedule 16 : Administration Expenses

Particulars	As at 31st March, 2011		As at 31st March, 2010	
	₹	₹	₹	₹
Personnel (Refer Note No. 13 of Schedule 18)				
Salaries, wages, bonus, allowances and commission	74,087,944		24,601,731	
Contributions to provident and other funds	2,157,473		1,220,077	
Contributions to gratuity and annuity funds	1,095,934		-	
Staff welfare expenses	4,591,478		2,957,586	
		81,932,829		28,779,394
Printing and stationery		611,605		693,895
Postage, telephone, cables and telex charges		1,776,219		2,543,849
Fees to Auditors				
Statutory audit fees	1,019,172		1,113,589	
Other certification fees	859,237		2,691,761	
Reimbursement of expenses	23,596		316,012	
		1,902,005		4,121,362
Sitting fees and commission to non whole-time directors		-		10,000
Travelling and representation expenses		2,138,193		2,621,723
Professional and legal charges		164,219,670		21,429,969
Maintenance of vehicles		309,537		276,403
Donations and contributions		5,911,215		18,184,084
Bad debts/advances/deposits written off		269,656		3,446,894
Assets written off		-		1,258,335
Miscellaneous expenses		2,758,599		5,236,246
Loss on sale of Investments (net)		-		55,457
Total		261,829,528		88,657,611

Schedule 17 : Interest and Other Charges

Particulars	Year ended 31st March, 2011		Year ended 31st March, 2010	
	₹	₹	₹	₹
Interest :				
On fixed period loans	6,441,836		11,764,853	
On others	1,946,750		6,081,008	
		8,388,586		17,845,861
Discounting charges		3,557,908		1,043,325
Other charges		3,988,180		2,862,665
Total		15,934,674		21,751,851

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For the Year Ended 31st March, 2011**Schedule 18:****1. Significant Accounting Policies:****i) Basis of accounting**

The financial statements are prepared as a going concern under historical cost convention on an accrual basis and comply in all material respects with the Generally Accepted Accounting Principles in India and the relevant provisions of the Companies Act, 1956.

ii) Use of estimates

The presentation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets, liabilities and the disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period.

Difference between the actual results and the estimates are recognised in the periods in which the results are known/materialise.

iii) Revenue recognition

Revenue is recognised when significant risks and rewards of ownership of the goods sold are transferred to the customer and the commodity has been delivered to the shipping agent/customer. Revenue represents the invoice value of goods and services provided to third parties net of discounts, volume rebates, outgoing sales taxes and duties. In cases where the terms of the executed sales agreement allow for an adjustment to the sales price based on a survey of the goods by the customer (for instance an assay for mineral content), recognition of the sales revenue is based on the most recently determined estimate of product specifications.

Revenue in respect of contracts for services is recognised on completion of services.

Dividend income is recognised when the shareholders' right to receive payment is established by the balance sheet date. Interest income is recognised on a time proportion basis in the Profit and Loss Account.

iv) Tangible Fixed assets

Fixed assets are stated at historical cost (exclusive of available Central and State VAT credit) less accumulated depreciation/amortisation and impairment loss. Costs include expenses incidental to the installation of assets, attributable borrowing and financing costs. Borrowing costs include foreign currency translation differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to the interest costs.

v) Assets in the course of construction

Assets in the course of construction are reflected as Capital Work in Progress. At the point when an asset is operating at management's intended use the cost of construction (net of income earned during the construction period) is transferred to the appropriate category of fixed assets.

vi) Intangible fixed assets

Intangible fixed assets other than goodwill are recognised if such assets are identifiable non-monetary assets, they represent resources controlled by the Company as a result of past events, such assets are held for use through which future economic benefits are expected to flow to the Company and their costs can be reasonably measured. Goodwill arising on a business acquisition is recognised to the extent of the excess of the amount paid over the fair value of the net assets acquired. Intangible fixed assets are stated at cost less amortisation and impairment loss if any.



vii) Depreciation and amortisation

Depreciation except as indicated below is provided for using the Straight Line Method (SLM) at the rates specified under Schedule XIV of the Companies Act, 1956.

- a) vehicles, furniture and computers are depreciated at an annual rate of 20%, 10% and 30% respectively.
- b) individual items of assets costing upto ₹ 5,000 are wholly depreciated in the year of acquisition.

Depreciation has been charged from the month of the date of purchase in the case of acquisitions made during the year. In respect of assets sold, depreciation is provided upto the month prior to the date of sale.

viii) Impairment of assets

The carrying amounts of fixed assets are reviewed at each balance sheet date, if there is any indication of impairment based on internal/external factors. An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is recognised in the Profit and Loss Account where the carrying amount of an asset exceeds its recoverable amount. The impairment loss recognised in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

ix) Investments

Long term investments are stated at cost less provision for diminution. Provision for diminution is made to recognise decline (other than temporary) in the value of investments, if any. Current investments are stated at cost or fair value, whichever is lower.

x) Inventories

- a) Stock of iron ore is valued at lower of cost and net realisable value. Material cost of finished goods is determined on a weighted average basis. Net realisable value is determined based on estimated selling price, less further costs expected to be incurred to completion and disposal.
- b) Consumable stores and spares are valued at cost determined on the basis of weighted average method.

xi) Foreign currency transactions

- a) Transactions in foreign currency are recorded at the exchange rates prevailing on the date of the transaction.
- b) Foreign currency monetary assets and liabilities denominated are translated at year end exchange rates.
- c) Exchange difference arising on settlement of transactions and translation of monetary items are recognised as income or expense in the Profit and Loss Account.

xii) Borrowings costs

Borrowing Cost attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets upto the date when such assets are ready for intended use. To the extent that funds are borrowed specifically for the purpose of obtaining a qualifying asset, the amount of borrowing costs eligible for capitalisation on that asset is determined as the actual borrowing costs incurred on that borrowing during the period less any income on the temporary investment of those borrowings. To the extent that funds are borrowed generally and used for the purpose of obtaining a qualifying asset, the amount of borrowing costs eligible for capitalisation is determined by applying a capitalisation rate to the expenditure on that asset. The capitalisation rate is determined as the weighted average of the borrowing costs applicable to the borrowings of the enterprise that are outstanding during the period, other than

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Notes Forming Part of the Accounts For the Year Ended 31st March, 2011 (Continued)

Schedule 18: (continued)

borrowings made specifically for the purpose of obtaining a qualifying asset. All other costs are charged to Profit and Loss Account.

xiii) Employee benefits

a) Short term

Short term employee benefits are recognised as an expense at the undiscounted amount expected to be paid over the period of services rendered by the employees to the Company.

b) Long term

Provident fund: The eligible employees of the Company are entitled to receive benefits under the provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions as specified under the law are paid to the provident fund and pension fund set up as irrevocable trust by the Company or to respective Regional Provident Fund Commissioner and the Central Provident Fund under the State Pension scheme. The Company is generally liable for annual contributions and any shortfall in the fund assets based on the government specified minimum rates of return or pension and recognises such contributions and shortfall, if any, as an expense in the year incurred.

Gratuity Fund: The Company accounts for the net present value of its obligations for gratuity to employees based on an independent external actuarial valuation carried out annually and determined using the projected unit credit method. The Company makes annual contributions to funds administered by trustees and managed by insurance company for amounts notified by the said insurance company. Actuarial gains and losses are immediately recognised in the Profit and Loss Account.

Superannuation fund: The Company has a defined contribution plan for certain categories of employees, wherein it annually contributes a predetermined proportion of employee's salary to an insurance company which administers the fund. The Company recognises such contributions as an expense over the period of services rendered.

c) Compensated Absences

The liability in respect of compensated absences for employees is determined on the basis of an independent actuarial valuation carried out at the year end.

xiv) Provisions, contingent liabilities and contingent assets

A provision is recognised only when the Company has a present obligation as a result of a past event 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. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. A Contingent liability is disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is neither recognised nor disclosed.

xv) Segment reporting

The Company primarily operates in the business segment of mining and export of iron ore. As per the management's perspective, the risks and returns from its sales do not materially vary geographically. Accordingly, there are no other reportable segments as required to be reported under Accounting Standard No. 17.



xvi) Taxes on income

The Company's income taxes include taxes on the Company's taxable profits, adjustment attributable to earlier periods and changes in deferred taxes. Valuation of all tax liabilities/receivables is carried at nominal amounts and in accordance with enacted tax regulations, rates or in the case of deferred taxes those that have been substantially enacted.

Deferred tax resulting from 'timing differences' between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the Balance Sheet date. The deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty backed by convincing evidence that asset will be realised in future.

2. Contingent liabilities

	As at 31-Mar-11 (₹)	As at 31-Mar-10 (₹)
i) Guarantees issued by the bankers in favour of various parties (other than those issued towards mine closure expenses)	24,071,287	10,977,287
ii) Corporate guarantees given to banks and others on behalf of the wholly owned subsidiary	87,616,023	12,181,961
iii) Disputed marine claims	*135,738,577	*135,738,577
iv) Disputed income tax demands	*338,599,092	*136,892,015
v) Bonds executed in favour of customs for import against duty credit certificate issued under Target Plus Scheme	76,125,000	76,125,000
vi) Cess on transportation of ore, within Goa levied by govt. of Goa under the Goa rural development and welfare cess act, 2000 (Goa Act, 29 of 2000).	292,578,376	200,016,816
vii) Bonds executed in favour of customs authorities in respect of export of iron ore	1,802,078,941	463,917,857
viii) Letter of credit opened by the banks in favour of suppliers	8,031,480	-
ix) Settlements with certain labour/staff segment linked to different Trade Unions for the period commencing from 1st January, 2007	Not ascertainable	Not ascertainable
x) Bills discounted under letters of credit with banks.	380,535,870	-

The Company does not expect any liability to devolve in respect of the claims listed in (i) to (x) above and therefore no provision has been held in the accounts.

* The claims if finally determined as payable will be reimbursed by the erstwhile shareholders pursuant to Share Purchase Agreement dtd. 11.06.2009.

- Estimated amount of contracts remaining to be executed on capital account and not provided for aggregated ₹ 612,375,950 (Previous year ₹ 63,836,094).
- The Company has not received any intimation from 'suppliers' regarding their status under the Micro, Small and Medium, Enterprises Development Act, 2006 and hence disclosures relating to amount unpaid as at year end together with interest paid/payable under this Act have not been given.
- Managerial Remuneration

	2010-11 (₹)	*2009-10 (₹)
Salary, allowances and bonus	-	1,538,327
Commission	-	591,667
Contribution to provident, superannuation and other funds#	-	319,500
Total	-	2,449,494

Excluding contribution to gratuity fund and encashable leave as separate valuation for the same is not available.

* Paid for part of the year up to the date of acquisition.

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Notes Forming Part of the Accounts For the Year Ended 31st March, 2011 (Continued)

Schedule 18: (continued)

6. Quantitative information

i) Details on capacity and production

Licensed and installed capacity – Not applicable being a mining company.

ii) Details of opening stock, purchases, sales and closing stock of finished goods:

Class of products	2010-11		2009-10	
	Quantity in Metric tons	Value (₹)	Quantity in Metric tons	Value (₹)
Iron Ore				
Opening Stock	614,470	309,632,562	1,621,751	551,956,909
Production – Note 1	2,455,292	-	1,210,900	-
Purchases – Note 1	1,961,428	1,753,480,479	2,511,595	1,430,487,861
Sales	4,319,576	17,281,180,739	4,729,775	11,506,386,379
Closing Stock – Note 2	711,614	688,944,539	614,470	309,632,562

Notes:

- Net of processing and handling loss on ore handled and processed/reprocessed during the year.
- The closing stock of ore excludes 176,489 metric tonnes (Previous year 200,798 metric tonnes) received on loan basis.

7. CIF value of imports

Particulars	2010-11 (₹)	2009-10 (₹)
Components and spare parts	36,279,853	29,233,692
Capital goods	267,943,176	119,678,216

8. Expenditure in foreign currency

Particulars	2010-11 (₹)	2009-10 (₹)
Commission on sales	-	54,479,403
Supervision & testing fees	11,913,821	22,518,543
Demurrage	318,253,540	224,815,575
Interest and finance charges	6,441,836	11,764,853
Freight	2,046,617,938	1,457,688,487
Travelling expenses	321,488	1,258,083
Others (books & periodicals, subscriptions and others)	-	7,585,053
Total	2,383,548,623	1,780,109,997

9. Earnings in foreign currency

Particulars	2010-11 (₹)	2009-10 (₹)
FOB value of exports	16,880,072,906	11,736,006,323


10. Donations and contributions include payment to the following political parties:

Particulars	2010-11 (₹)	*2009-10 (₹)
- Bharatiya Janata Party	-	3,500,000
- Goa Pradesh Congress Committee	-	3,500,000
- Nationalist Congress Party	-	2,000,000
- Maharashtrawadi Gomantak Party	-	500,000
- Communist Party of India	-	500,000
- Shiv Sena	-	300,000
Total	-	10,300,000

* Paid for part of the year up to the date of acquisition.

11. Research & development expenditure of ₹ Nil (Previous year ₹ 156,731) has been charged to Profit and Loss Account under specific heads of accounts.
12. Employee benefits:
i) Defined Contribution Plans:

The Company offers its employees benefits under defined contribution plans in the form of provident fund, family pension fund and superannuation fund. Provident fund, family pension fund and superannuation fund cover substantially all regular employees. Contributions are paid during the year into separate funds under certain statutory/fiduciary type arrangements. While both the employees and the Company pay predetermined contributions into the provident fund and pension fund, the contribution to the annuity fund are made only by the Company. The contributions are normally based on a certain proportion of the employee's salary.

A sum of ₹ 17,167,302 (Previous year ₹ 11,092,631) has been charged to the Profit and Loss Account in this respect, the components of which are tabulated below:

Contribution to defined contribution plans	2010-11 (₹)	2009-10 (₹)
Provident fund and family pension fund	11,982,162	10,138,328
Superannuation fund	5,185,140	954,303
Total	17,167,302	11,092,631

ii) Defined Benefits

The Company offers its employees defined benefit plans in the form of a gratuity scheme. Gratuity Scheme covers all employees as statutorily required under Payment of Gratuity Act, 1972. The Company has constituted a trust recognised by Income Tax authorities for gratuity to employees. The Company contributes funds to Life Insurance Corporation of India. Commitments are actuarially determined at the year end. The actuarial valuation is done based on "Projected Unit Credit" method. Gains and losses of changed actuarial assumptions are charged to the Profit and Loss Account under the head 'Personnel costs'.

a) *Movement in the present value of defined benefit obligation*

	2010-11 (₹)	2009-10 (₹)
Obligation at the beginning of the year	46,664,679	54,378,583
Current service cost	2,489,257	3,280,214
Interest cost	3,733,174	4,177,362
Actuarial (gains) and losses	5,435,245	(11,250,206)
Benefits paid	(9,393,216)	(3,921,274)
Obligation at the end of the year	48,929,139	46,664,679

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Notes Forming Part of the Accounts For the Year Ended 31st March, 2011 (Continued)

Schedule 18: (continued)

b) *Movement in the fair value of plan assets*

	2010-11 (₹)	2009-10 (₹)
Fair value at the beginning of the year	61,750,690	60,250,361
Expected return on the plan assets	4,611,888	4,663,178
Actuarial gains and (losses)	-	758,425
Benefits paid	(9,393,216)	(3,921,274)
Fair value at the end of the year	56,969,362	61,750,690

c) *Amount recognised in the Balance Sheet*

	As at 31st March, 2011	As at 31st March, 2010
Present value of the obligation at the end of the year	48,929,139	46,664,679
Fair value of the plan assets at the end of the year	56,969,362	61,750,690
Unfunded status/(Excess of funding over obligation)	(8,040,223)	(15,086,011)
Net liability/(asset) recognised in the Balance Sheet	(8,040,223)	(15,086,011)

d) *Expense/Income recognised in the Profit and Loss Account*

	2010-11 (₹)	2009-10 (₹)
Current service cost	2,489,257	3,280,214
Interest cost	3,733,174	4,177,362
Expected return on plan assets	(4,611,888)	(4,663,178)
Actuarial (gains) and losses	5,413,588	(12,008,631)
Total expense / income recognised in the Profit and Loss Account	7,024,131	(9,214,233)

e) The plan assets of the Company are managed by the Life Insurance Corporation of India, and the details of investment relating to these assets is not available with the Company. Hence the composition of each major category of plan assets, the percentage or amount that each major category constitutes to the fair value of the total plan assets has not been disclosed.

f) *Actual return on plan assets*

	2010-11 (₹)	2009-10 (₹)
Expected return on plan assets	4,611,888	4,663,178
Actuarial gains and (losses)	-	758,425
Actual return on plan assets	4,611,888	5,421,603

g) *Actuarial assumptions*

The actuarial assumptions used to estimate defined benefit obligations and fair value of plan assets are based on the following assumptions which if changed, would affect the defined benefit obligation's size and funding requirements

	2010-11 (₹)	2009-10 (₹)
Discount rates	8.00%	8.25%
Expected return on plan assets	8.00%	8.00%
Salary escalations	5.00%	5.00%
Withdrawal rates	1.00% - 3.00%	2.00%
Mortality	LIC (1994-96) Ultimate	LIC (1994-96) Ultimate



The estimates of future salary increases considered in the actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market. The above information is actuarially determined.

h) *Experience adjustment*

	2010-11 ₹	2009-10 ₹	2008-09 ₹
Present value of the obligation	48,929,139	46,664,679	54,378,583
Fair value of plan assets	56,969,362	61,750,690	60,250,361
(Surplus)/deficit in the plan	(8,040,223)	(15,086,011)	(5,871,778)
Experience adjustment on plan liabilities (gain)	(4,296,681)	(9,078,496)	2,960,202
Experience adjustment on plan assets	(8,201,075)	758,425	744,789

i) The contributions expected to be made by the Company during the financial year 2010-11 are ₹ Nil.

13. Related party disclosures

i) Names of related parties and their relationship

Sr. No.	Name of the related party and relationship
a.	<i>Holding Companies</i> Sesa Goa Limited – Holding Company Finsider International Company Limited – Holding Company of Sesa Goa Limited Richter Holding Limited – Holding Company of Finsider International Company Limited Westglobe Limited – Holding Company of Finsider International Company Limited Vedanta Resources Plc – Ultimate Holding Company
b.	<i>Subsidiary</i> Sesa Mining Corporation Limited
c.	<i>Fellow subsidiaries with whom transactions have taken place</i> Sterlite Industries (India) Limited Hindustan Zinc Limited Bharat Aluminium Company Limited
d.	<i>Associates/Jointly Controlled Entity</i> Goa Maritime Private Limited

ii) Transactions with the related parties

	Holding Companies	Subsidiaries	Fellow Subsidiaries	Associates	Key Management Personnel
a. <i>Purchase of goods, services and other expenditure</i>					
Purchases of goods	217,750,005 (336,795)	1,539,107,570 (1,410,254,359)	- (21,924,654)	- (-)	- (-)
Purchases of services	146,147,812 (262,043,547)	- (-)	21,443,674 (8,403,415)	98,030,418 (89,072,122)	- (-)
Remuneration/sitting fees	- (-)	- (-)	- (-)	- (-)	- (*2,449,494)

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Notes Forming Part of the Accounts For the Year Ended 31st March, 2011 (Continued)

Schedule 18: (continued)

	Holding Companies	Subsidiaries	Fellow Subsidiaries	Associates	Key Management Personnel
Apportionment of corporate expenses	- (-)	- (-)	- (-)	- (50,000)	- (-)
Others	59,246 (-)	49,900 (-)	23,860 (117,585)	- (-)	- (-)
b. Sale of goods, services & other income					
Sales of goods	114,045,554 (35,573,946)	457,509 (3,916,362)	- (16,570,030)	- (-)	- (-)
Sale of services	386,120,394 (230,936,137)	- (-)	- (308,472)	- (2,559,635)	- (-)
Others	37,116,993 (-)	1,063,808 (-)	- (-)	- (-)	- (-)
Interest received	- (-)	- (-)	- (-)	458,860 (-)	- (-)
c. Finance given (including loans and equity)	- (-)	- (-)	- (-)	4,968,068 (5,985,000)	- (-)
d. In respect of revenue & other transactions:					
Receivables	- (137,818,297)	103,654,487 (-)	- (1,957,579)	2,075,256 (-)	- (-)
Payables	96,861,755 (-)	- (44,161,282)	2,360,508 (1,611,560)	- (228,834)	- (-)
e. Guarantees and collaterals / Securities given	- (-)	87,616,023 (12,181,961)	- (-)	- (-)	- (-)

Notes: Figures in brackets relate to previous year

* Paid for part of the year up to the date of acquisition.

ii) Details of significant transactions with related parties referred to ii) above

Nature of the transaction	Name of related party	2010-11 (₹)	2009-10 (₹)
a. Purchase of goods, services and other expenditure			
Purchase of goods	Sesa Goa Ltd Sesa Mining Corp. Ltd.	217,750,005 1,539,107,570	- 1,410,254,359
Purchase of services	Goa Maritime Pvt. Ltd. Sesa Goa Ltd.	98,030,418 146,147,812	89,072,122 112,833,783
Others	Sesa Goa Ltd. Sesa Mining Corp. Ltd. Sterlite Industries Ltd. Hindustan Zinc Ltd.	59,246 49,900 23,860 -	- - - 117,585



Nature of the transaction	Name of related party	2010-11 (₹)	2009-10 (₹)
b. Sale of goods, services & other income			
Sale of goods	Sesa Goa Ltd.	114,045,554	35,573,946
Sale of services	Sesa Goa Ltd.	386,120,394	229,282,988
Other	Sesa Goa Ltd.	37,116,993	-
c. Finance given			
	Goa Maritime Pvt. Ltd.	4,968,068	5,985,000
d. In respect of revenue transactions:			
Receivables	Sesa Goa Ltd.	-	137,818,297
Payables	Sesa Goa Ltd.	96,861,755	-
	Sesa Mining Corp Ltd.	103,654,487	44,161,282

14. Earnings per share

		2010-11	2009-10
a) Profit after tax	₹	7,755,966,170	4,932,547,594
b) Weighted average number of shares for Basic EPS	Nos.	1,250,000	1,250,000
c) Nominal value per equity share	₹	10	10
d) Basic Earnings per share	₹	6,204.77	3,946.04

15. Disclosures relating to Provisions:

In terms of the Mineral Concession Rules, 1960 and Mineral Conservation and Development Rules (MCDR) 1988, the Company has provided a "financial assurance" in the form of a bank guarantee to the Regional Controller of Mines, towards its mine closure obligation. The Company has made a provision for expense to the extent of the bank guarantees provided.

The present mine closure provision at 31st March, 2011 is as under:

Nature of obligation	2010-11 (₹)	2009-10 (₹)
Mines Closure Provision		
Opening carrying amount	6,524,399	5,970,459
Additional provisions made during the year	1,277,217	553,940
Amounts used during the year	-	-
Unused amounts reversed during the year	-	-
Closing carrying amount	7,801,616	6,524,399

16. Derivative transactions:

Unhedged foreign currency exposures

The year-end foreign currency exposures that were not hedged by a derivative instrument or otherwise are given below:

a. Amount receivable in foreign currency on account of the following:-

Particulars	2010-11		2009-10	
	₹	Foreign currency	₹	Foreign currency
Export of goods and services	1,831,752,141	USD 41,024,684	217,384,716	USD 4,815,789
Advances towards supply of goods & services	5,908,021	USD 132,319	2,827,390	USD 62,636
	10,881,805	EURO 172,072	278,479	EURO 4,598
	366,146	GBP 5,090	21,260	GBP 313
	1,807,062	SGD 51,076	6,014	SGD 200
Bank balance	426,384	USD 9,550	441,695	USD 9,785

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b. Amount payable in foreign currency on account of the following:

Particulars	2010-11		2009-10	
	₹	Foreign currency	₹	Foreign currency
Import of Goods and services	231,264,837	USD 5,179,504	348,779,392	USD 7,692,578
	4,104,181	JPY 7,597,520	1,462,090	JPY 2,831,415
	42,040	GBP 584	32,560	GBP 479
	-	-	41,756	EUR 690
	2,456,537	AUD 53,241	-	-
Foreign Currency loan payable & interest thereon	281,399,746	USD 6,302,346	347,609,315	USD 7,700,694

Note: USD = US Dollar; JPY= Japanese Yen; GBP = Great Britain Pound; EUR = EURO; SGD = Singapore Dollar; AUD = Australian Dollar

17. Disclosure regarding jointly controlled assets – MV Goan Pride

Particulars	2010-11	2009-10
	₹	₹
Jointly controlled assets - Net Book Value	314,643,209	346,626,804
Liabilities	187,530,000	252,784,000
Expenses incurred	297,294,041	230,739,032
Income recognised	194,438,626	116,045,300

18. The assets, liabilities, income and expenses of Goa Maritime Private Limited (the joint venture company) are not material to the financial statements of the Company. Therefore, information in that respect required by the accounting standard (AS 27) on financial reporting of interest in joint ventures has not been furnished.
19. "Other current assets" comprise interest accrued on term deposits.
20. Previous year's figures have been regrouped and rearranged wherever necessary to conform to current year's classification.

For and on behalf of the Board of Directors

Place: Panaji-Goa
Dated : 21st April, 2011

P. K. Mukherjee
Director

Sushil Gupta
Director



Balance Sheet Abstract and Company's General Business Profile

NAME OF THE COMPANY	SESA RESOURCES LIMITED
I. Registration Details	
Registration No.	30/G
State Code	24
Balance Sheet Date	31/03/2011
II. Capital Raised During the Year (Amount in ₹ Thousands)	
Public Issue	Nil
Right Issue	Nil
Bonus Issue	Nil
Private Placement	Nil
III. Position of Mobilisation and Deployment of Funds (Amount in ₹ Thousands)	
Total Liabilities	14,515,226
Total Assets	14,515,226
Sources of Funds	
Paid up Capital	12,500
Reserves and Surplus	14,159,799
Secured Loans	281,295
Unsecured Loans	Nil
Deferred Tax Liability	61,632
Application of Funds	
Net Fixed Assets	1,481,027
Investments	11,170,992
Net Current Assets	1,640,083
Accumulated Losses	Nil
IV. Performance of The Company (Amount in ₹ Thousands)	
Turnover	20,200,767
Total Expenditure	8,672,408
Profit before Tax	11,528,358
Profit after tax	7,755,966
Earnings per share (₹)	6,205
Dividend Rate (%)	-
V. Generic Names of Three Principal Products / Services of Company	
(As per monetary terms)	
Item Code No. (ITC Code)	260111
Product Description	MINERAL ORES (IRON ORE)

Business Review

Corporate Governance

Financial Statements

For and on behalf of the Board of Directors

Place: Panaji-Goa
Dated : 21st April, 2011

P. K. Mukherjee
Director

Sushil Gupta
Director

SESA RESOURCES LIMITED

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STATEMENT REGARDING SUBSIDIARY COMPANIES
AS ON 31ST MARCH, 2011 PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956

	Sesa Mining Corporation Ltd.
1. The Financial year of the Subsidiary Companies	31st March, 2011
2. Total issued Capital of the Subsidiary Companies at the end of the financial year of the Subsidiary Companies	₹ 115,000,000
3. Number of shares held by the Holding Company in the Subsidiary Companies at the end of the financial year of the Subsidiary Companies	1,150,000 Equity Shares of ₹ 100/- each, fully paid up
4. Change in the interest of the Holding Company between the end of the financial year of the Subsidiary Companies and 31st March, 2011	N.A
5. The net aggregate Profit/Losses of the Subsidiary Companies so far as it concerns the members of Sesa Resources Ltd.	
a) not dealt with in the accounts of the Holding Company for the year ended 31st March, 2010 amount to:	
i) for the Subsidiaries financial year ended 1 above.	₹ 140,498,777 (Profit)
ii) for the previous financial years of the Subsidiary Companies.	₹ 319,366,158 (Profit)
b) dealt with in the accounts of the Holding Company for the year ended 31st March, 2010 amounted to :	
i) for the Subsidiaries financial year ended 1 above.	NIL
ii) for the previous financial years of the Subsidiary Companies.	NIL
6. Material Changes between the end of the financial year of the Subsidiary Companies and 31st March, 2010 in respect of Subsidiaries Fixed Assets, Investments, Money lent by them and Moneys borrowed by them for any purpose other than of meeting Current Liabilities	N.A

For and on behalf of the Board of Directors

P. K. Mukherjee
DirectorSushil Gupta
DirectorPlace: Panaji, Goa
Dated : 21st April, 2011