

**STERLITE PORTS LIMITED**

Balance Sheet as at 31st March, 2015

( Amount in Rs)

Particulars		Note No.	As at 31st March, 2015	As at 31st March, 2014
<b>A.</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' funds</b>			
	(a) Share capital	2.1	500,000	500,000
	(b) Reserves and surplus	2.2	(29,765,934)	(27,553,167)
<b>2</b>	<b>Current liabilities</b>			
	(a) Short-term borrowings	2.3	27,520,000	26,120,000
	(b) Other current liabilities	2.4	4,981,342	1,827,803
	<b>TOTAL</b>		<b>3,235,408</b>	<b>894,636</b>
<b>B.</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-current assets</b>			
	(a) Non-current investments	2.5	100,000	100,000
<b>2</b>	<b>Current assets</b>			
	(a) Cash and Cash Equivalents	2.6	132,268	168,785
	(b) Short-term loans and advances	2.7	3,003,140	625,851
	<b>TOTAL</b>		<b>3,235,408</b>	<b>894,636</b>

See accompanying notes forming part of the financial statements 1 - 3

In terms of our report attached.

For Deloitte Haskins & Sells  
Chartered Accountants

For and on behalf of the Board of Directors

C.R.Rajagopal  
Partner  
Membership No. 23418D.D.Jalan  
DirectorPratik Agarwal  
DirectorPlace : Mumbai  
Date : 24th April, 2015

**STERLITE PORTS LIMITED**
**Statement of Profit and Loss for the year ended 31st March, 2015**

(Amount in Rs)

Particulars		Note No	For the year ended 31st March, 2015	For the year ended 31st March, 2014
I.	Revenue from operations		-	-
II.	Other income	2.8	2,628	-
III.	Total Revenue (I + II)		2,628	-
IV.	Expenses:			
	(a) Finance costs	2.9	168,853	377,569
	(b) Other expenses	2.10	2,046,542	20,402,554
	Total expenses		2,215,395	20,780,123
V.	Profit / (Loss) before tax (III -IV)		(2,212,767)	(20,780,123)
VI.	Tax expense:		-	-
VII.	Profit (Loss) for the year (V - VI)		(2,212,767)	(20,780,123)
VIII.	Earnings per equity share: [Face Value of the share @ Rs. 2/- each]	3(b)		
	(1) Basic		(8.85)	(83.12)
	(2) Diluted		(8.85)	(83.12)

See accompanying notes forming part of the financial statements 1 - 3

In terms of our report attached.

 For Deloitte Haskins & Sells  
Chartered Accountants

For and on behalf of the Board of Directors

 C.R.Rajagopal  
Partner  
Membership No. 23418

 D.D.Jalan  
Director

 Pratik Agarwal  
Director

 Place : Mumbai  
Date : 24th April, 2015

**STERLITE PORTS LIMITED**

**Cash Flow Statement for the year ended March 31st, 2015**

Particulars	For the year ended	For the year ended
	31st March, 2015	31st March, 2014
	Amount (in Rs. )	Amount (in Rs. )
<b>A. Cash Flow from operating Activities</b>		
Profit / (Loss) before tax	(2,212,767)	(20,780,123)
Adjustments for :		
- Depreciation	-	-
Operating profit / ( Loss) before working capital changes	(2,212,767)	(20,780,123)
Adjustments for :		
- Loans and Advances	(2,377,290)	3,378,995
- Current Liabilities	3,153,540	654,154
Cash generated from / (used in) operations	(1,436,517)	(16,746,974)
Direct taxes paid	-	-
<b>Net Cash inflow / (outflow) from operating Activities ( A )</b>	<b>(1,436,517)</b>	<b>(16,746,974)</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Investments	-	(100,000)
<b>Net Cash (outflow) / inflow Investing Activities ( B )</b>	<b>-</b>	<b>(100,000)</b>
<b>C. Cash Flow from Financing Activities</b>		
Receipt of Sharecapital Money		-
Working Capital facilities (net)	-	-
Proceeds from Short Term Borrowings	1,400,000	16,770,000
<b>Net Cash inflow from Financing Activities ( C )</b>	<b>1,400,000</b>	<b>16,770,000</b>
<b>Net (Decrease) / Increase in cash and cash equivalent ( A +B + C )</b>	<b>(36,517)</b>	<b>(76,974)</b>
<b>D. Cash and Cash Equivalents</b>		
Cash and cash equivalents at the end of the year	132,268	168,785
Cash and cash equivalents at the beginning of the year	168,785	245,759
	<b>(36,517)</b>	<b>(76,974)</b>

See accompanying notes forming part of the financial statements

1 - 3

In terms of our report attached.

For Deloitte Haskins & Sells  
Chartered Accountants

For and on behalf of the Board of Directors

C.R.Rajagopal  
Partner  
Membership No. 23418

D.D.Jalan  
Director

Pratik Agarwal  
Director

Place : Mumbai  
Date : 24th April, 2015

**STERLITE PORTS LIMITED**  
Notes forming part of the financial statements

**1 Corporate information**

Sterlite Ports Limited has been formed to set-up, acquire, design, build, construct, own, operate, and manage ports, jetties, berths, port terminals, handling facility at ports, railway lines, railway sidings, railway yards, roads and stations. Sterlite Ports Limited would be the proposed holding company for all the port business and functions. The company presently involved in various prebid activities of all upcoming port projects in the country.

**1.1 Significant accounting policies :**

**(a) Basis of accounting and preparation of financial statements :**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

**(b) Use of Estimates :**

The presentation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and 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 period in which the results are known/materialized.

**(c) Fixed Assets :**

Fixed Assets are stated at cost of acquisition / construction and includes taxes, duties and other incidental expenses related to acquisition.

**(d) Borrowing Costs :**

Borrowing Costs attributable to the acquisition and construction of qualifying assets are capitalized as part of costs of such asset till such time the asset is ready for its intended use. A qualifying asset is one that requires substantial period of time to get ready for its intended use. All other Borrowing Costs are expensed as period cost.

**(e) Investments :**

Long-term investments are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties. Investment properties are carried individually at cost less accumulated depreciation and impairment, if any. Investment properties are capitalised and depreciated (where applicable) in accordance with the policy stated for Fixed assets. Impairment of investment property is determined in accordance with the policy stated for Impairment of Assets.

**(f) Employees Benefits :**

i) Short-term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered. Compensated absences are accounted for on an estimated basis.

ii) Post-employment and other long-term employee benefits are recognized as an expense in the profit and loss account for the year in which the employee has rendered services. The expense is recognized at the present value of the amounts payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post-employment and other long-term benefits are charged to the profit and loss account.

**(g) Taxes on Income:**

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

'Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.

'Current and deferred tax relating to items directly recognised in reserves are recognised in reserves and not in the Statement of Profit and Loss.

**(h) Provisions, Contingencies:**

A provision is recognized when the Company has a present obligation as a result of 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 are not discounted to its present value and are determined based on 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.

A contingent liability is disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is neither recognized nor disclosed.

**(i) Cash and cash equivalents (for purposes of Cash Flow Statement)**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**(j) Cash flow statement**

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

**(k) Earnings per share**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

**(l) Operating Cycle**

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

STERLITE PORTS LIMITED  
2. Notes forming part of the financial statements  
Note 2.1 - Shareholder's Funds - Share Capital

( Amount in Rs)

Particulars	As at 31 March 2015		As at 31 March 2014	
	Number of Shares	Rs.	Number of Shares	Rs.
<b>(a) Authorised</b> 250000 Equity Shares of Re. 2 each with voting rights	250,000	500,000	250,000	500,000
<b>(b) Issued</b> 250000 Equity Shares of Rs.2 each with voting rights	250,000	500,000	250,000	500,000
<b>(c) Subscribed &amp; fully paid up</b> Equity Shares of Rs.2 each fully paid **	250,000	500,000	250,000	500,000
<b>Total</b>	<b>250,000</b>	<b>500,000</b>	<b>250,000</b>	<b>500,000</b>

\*\* 250,000 equity shares of Rs.2 each fully paid up (Of the above, 100% of the equity shares are held by the Holding Company, Vedanta Limited (Formerly known as Sesa Sterlite Limited).

i) Reconciliation of the number of Equity shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31 March 2015		As at 31 March 2014	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	250,000	500,000	250,000	500,000
Shares issued during the year (including bonus & split)	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	250,000	500,000	250,000	500,000

ii) Disclosure of More than 5% Shareholding

Name of Shareholder	As at 31 March 2015		As at 31 March 2014	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Vedanta Limited (Formerly known as Sesa Sterlite Limited)	250,000	100	250,000	100
<b>Total</b>	<b>250,000</b>	<b>100</b>	<b>250,000</b>	<b>100</b>

Note 2.2 - Reserves & Surplus

( Amount in Rs)

Particulars	As at 31 March 2015	As at 31 March 2014
<b>a. Surplus / (Deficit) in Statement of Profit and Loss</b>		
Opening balance	(27,553,167)	(6,773,044)
Add: Profit / (Loss) for the year	(2,212,767)	(20,780,123)
<b>Closing Balance</b>	<b>(29,765,934)</b>	<b>(27,553,167)</b>

Note 2.3 - Current Liabilities - Short Term Borrowings

( Amount in Rs)

Particulars	As at 31 March 2015	As at 31 March 2014
<b>Unsecured :- ( Repayable on Demand)</b>		
(a) Loans and advances from related parties ( Refer Note 3 (c) )	27,520,000	26,120,000
Vedanta Limited (Formerly known as Sesa Sterlite Limited)		
<b>Total</b>	<b>27,520,000</b>	<b>26,120,000</b>

Note 2.4 - Current Liabilities - Other Current Liabilities

( Amount in Rs)

Particulars	As at 31 March 2015	As at 31 March 2014
<b>Other Payables</b>		
(a) Due to Related Parties ( Refer Note 3 (c) )	3,479,301	888,878
(b) Provision for Audit Fee	400,000	400,000
(c) Statutory Dues Balances	1,141	13,438
(d) Creditors for goods and services	1,100,900	525,487
<b>Total</b>	<b>4,981,342</b>	<b>1,827,803</b>

Note 2.5 - Non-current investments

( Amount in Rs)

Particulars	As at 31 March 2015	As at 31 March 2014
<b>Investments (At cost):</b>		
(i) Investment in Equity instruments of subsidiaries :- Unquoted, Non trade ( Equity Investment in Subsidiary Company - Maritime Ventures Private Ltd. ) -- 10,000 Equity Shares of Rs. 10 each (Paid up of Rs. 10 each)	100,000	100,000
<b>Total</b>	<b>100,000</b>	<b>100,000</b>

Note 2.6 - Current Assets - Cash and Bank balances

( Amount in Rs)

Particulars	As at 31 March 2015	As at 31 March 2014
<b>(i) Cash and Cash Equivalents</b>		
a. Balances with banks (In current accounts)	132,268	168,785
<b>Total</b>	<b>132,268</b>	<b>168,785</b>

Note 2.7 - Current Assets - Short term loans and advances

( Amount in Rs)

Particulars	As at 31 March 2015	As at 31 March 2014
<b>a. Loans and advances to related parties (refer note 3(c))</b>		
Unsecured, considered good	390,119	390,119
<b>b. Others</b>		
i) Payments made for Projects are under bidding/live stage	2,613,021	170,000
ii) TDS Receivable	-	65,732
<b>Total</b>	<b>3,003,140</b>	<b>625,851</b>

STERLITE PORTS LIMITED

2. Notes forming part of the financial statements

Note 2.8 - Other Income

( Amount in Rs)

Particulars	For the Year ended 31st March, 2015	For the Year ended 31st March, 2014
<b>Interest Income</b>		
Interest on TDS Refund from IT Department	2,628	-
<b>Total</b>	<b>2,628</b>	<b>-</b>

Note 2.9 - Finance Cost

( Amount in Rs)

Particulars	For the Year ended 31st March, 2015	For the Year ended 31st March, 2014
Bank charges	75,745	377,569
Interest ( IUT Loan)	93,108	-
<b>Total</b>	<b>168,853</b>	<b>377,569</b>

Note 2.10 - Other Expenses

( Amount in Rs)

Particulars	For the Year ended 31st March, 2015	For the Year ended 31st March, 2014
<b>(i) Administration</b>		
Conveyance & Travelling Expenses	102,507	2,063,133
Audit Fees	400,000	400,000
Filing / Registration Fee & Biding Expenses	35,618	3,129,690
Advertisement Expenses	-	246,420
Professional Fee	1,503,847	14,563,311
Miscellaneous Expenses	4,570	
<b>Total</b>	<b>2,046,542</b>	<b>20,402,554</b>

**STERLITE PORTS LIMITED**

**3. Notes forming part of the financial statements**

(a) Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

(b) **EARNING PER SHARE ( EPS ) :**

Particulars	31-Mar-15	31-Mar-14
Net Profit / (Loss) after tax for the year as per profit and loss account ( in Rs.)	(2,212,767)	(20,780,123)
Number of equity Shares	250,000	250,000
Nominal Value per Share ( in Rs.)	2	2
<b>Earning Per Share - Basic and diluted ( in Rs.)</b>	<b>(8.85)</b>	<b>(83.12)</b>

(c) **Related party Disclosures:**

(As identified by the company and relied upon by the auditors)

(i) **List of related parties and relationships:**

Sr.No	Name of the related party	Relationship
1	Vedanta Limited (Formerly known as Sesa Sterlite Limited)	Holding Company
2	Sterlite Infraventures Limited	Entities in which KMP / Relatives of KMP can exercise significant influence.
3	Paradip Multi Cargo Berth Private Limited	Entities in which KMP / Relatives of KMP can exercise significant influence.
4	Maritime Ventures Private Limited	Subsidiary Company
5	Mr. DD Jalan	Key Management personnel
6	Mr. Pratik Agarwal	Key Management personnel
7	Mr. P Ramnath	Key Management personnel

(ii) **Transactions during the period with related parties:**

Sr.No	Nature of transaction (Excluding reimbursements)	Holding company	KMP	Associate	Subsidiaries
1	Short Term Borrowings from Holding company.	1,400,000 (16,770,000)	-	-	-
2	Investment in Equity instruments of subsidiaries				Nil (100,000)
3	Interest expense on Borrowings from Holding Compa	93,108	-	-	-

(iii) **Balances outstanding at the end of the year:**

Sr.No	Particulars	Holding company	KMP	Associate	Subsidiaries
1	Short Term Borrowings from Holding company.	27,520,000 (26,120,000)			
2	Current Liabilities	3,479,301 (888,878)			
3	Investments in Equity Shares				100,000 (100,000)
4	Short term loans and advances			390,119 (390,119)	

**Note:** Figures in bracket relate to the previous year

For and on behalf of the Board of Directors

D.D.Jalan  
Director

Pratik Agarwal  
Director

Place : Mumbai

Date : 24th April, 2015