



INDEPENDENT AUDITOR'S REPORT

To the Members of MARG LOGISTICS PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of MARG LOGISTICS PRIVATE LIMITED which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit and its cash flows for the year ended on that date.

Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 27 to financial statements, regarding Investments in and advances due from some of its subsidiaries aggregating to Rs. 57, 68, 37,688/-(PY Rs.57, 85, 77,688/-) as on 31st March, 2016. No provision for diminution/recoverability is considered Necessary for reasons stated therein.

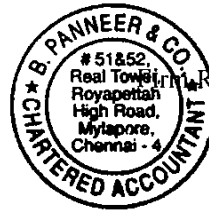
Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164(2) of the Act.




(f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investors Education and Protection Fund by the Company.



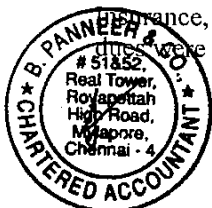
For B. PANNEER & Co
Chartered Accountants
Registration No. 011335S


B. Panneer selvam
Membership No. 217056

Place: Chennai
Date: 29th May, 2016.

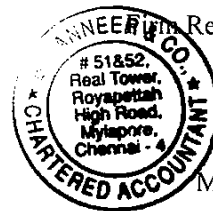
**ANNEXURE TO AUDITOR'S REPORT REFERRED TO IN OUR REPORT OF EVEN DATE TO
THE MEMBERS OF MARG LOGISTICS PRIVATE LIMITED**


- 1) a) The fixed assets register of the company needs to be updated as on the Date of our audit report.
b) The fixed assets were physically verified during the year by the management, as per the programme of physical verification of fixed assets over a period of three years which is, in our opinion, reasonable having regard to the size of the company and the nature of its assts. According to the information and explanation given to us, no serious discrepancies have been noticed on such verification.
- 2) a) As explained to us, physical verification of inventory has been conducted by the management, at the end of the year.
b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
c) The company is maintaining proper records of inventory and the discrepancies noticed on verification between physical stocks and book stocks were not material.
- 3) a) The Company has granted loans to subsidiary companies, covered in the register maintained under section 189 of the Companies Act.
b) According to the information and explanations given to us, the principal amount of the loan given along with interest is repayable on call. The Subsidiaries have made repayments during the year as and when calls were made by the Company.
c) There is no overdue amount in respect of such loans granted to such companies.
- 4) In our opinion and according to the explanation given to us there is an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- 5) In our opinion and according to the information and explanations given to us, the company has not accepted deposits during the year and doesn't have any unclaimed deposits. Therefore, provision of clause 3 (V) of the Order are not applicable to the company.
- 6) On the basis of records produced to us, we are of the opinion that, prima facie, the cost records prescribed by the Central Government under section 148(1) of the Companies Act, 2013 have been maintained. We have not carried out a detailed examination of such accounts and records, as we are required to conduct only a general review of the cost records.
- 7) a) According to the information and explanations given to us and as per the records produced by the company, the company is not regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Value added Tax, Service Tax, and other material statutory dues, were applicable to it.



- b) According to the information and explanations given to us and as per the records produced by the company, undisputed amounts payable in respect of Tax deducted at source, Sales Tax, and service tax to the extent of Rs. 53, 24,794/- , Rs. 20, 26,199/- and Rs. 83, 89,732/- respectively, were in arrears as at 31st March 2016, for a period of more than six months from the date they became payable.
- c) According to the records of the Company and the information and explanation given to us, there are no dues of income tax, service tax or other dues applicable to the company which have not been deposited on account of any dispute.
- d) There are no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company; hence clause (vii) (c) of the Order is not applicable to the Company.
- 8) The Company has no accumulated losses as on 31st March, 2016. The company did not incur cash loss during year ended 31st March 2016.
- 9) In our opinion and according to the information and explanations given to us, the company has not availed loans from banks or financial institutions. No debentures are issued during the year. Hence reporting of defaults in repayment is not applicable to the company.
- 10) According to the information and explanations given to us, The Company has not given any guarantee for loans taken by others from bank or financial institutions, the terms and conditions whereof are prejudicial to the interest of the Company..
- 11) According to information and explanations given to us, The Company has not availed any term loan during the period under review.
- 12) According to the information and explanations given to us, no material frauds on or by the company has been noticed or reported during the course of audit.

For B. PANNEER & Co
Chartered Accountants
Registration No. 011335S




B. Panneer selvam
Membership No. 217056

Place: Chennai
Date: 29/05/2016.

MARG LOGISTICS PVT LTD

BALANCE SHEET

Particulars	Note	As At 31-Mar-2016 ₹	As At 31-Mar-2015 ₹
EQUITY AND LIABILITIES			
SHAREHOLDERS FUNDS			
Share Capital	3	100,000	100,000
Reserves & Surplus	4	61,077,260	58,235,452
NON-CURRENT LIABILITIES			
Long-Term Borrowings	5	96,234,033	86,489,229
Deferred Tax Liability (Net)	6	9,015,396	9,203,861
Other Long Term Liabilities	7	-	-
CURRENT LIABILITIES			
Short-Term Borrowings	8	58,937,096	64,832,080
Trade Payables	9	118,542,402	138,982,816
Other Current Liabilities	10	430,124,787	427,952,222
Short-Term Provisions	11	14,491	22,370,983
		<u>774,045,464</u>	<u>808,166,643</u>
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets:	12		
Tangible Assets		25,107,534	32,139,822
Non-Current Investments	13	1,800,000	1,800,000
Long-Term Loans and Advances	14	10,500	10,500
CURRENT ASSETS			
Inventories	15	2,120,661	2,460,071
Trade Receivables	16	67,113,993	53,644,955
Cash & Cash Equivalents	17	3,571,161	3,915,321
Short-Term Loans & Advances	18	674,321,615	714,195,974
		<u>774,045,464</u>	<u>808,166,643</u>

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

As per my Report of even date attached

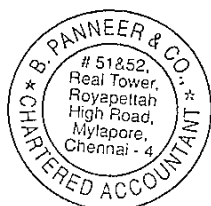
For B. PANNEER & CO.

Regn No : 0113355

Chartered Accountants

B. PANNEER SELVAM
Proprietor


Membership No. 217056

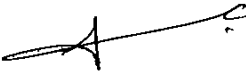


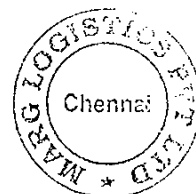
Place : Chennai

Date : 29-May-2016

For and on behalf of Board of Directors


RABINDRA KUMAR SAMAL
Director


RAJESH VAIDHIYANATHAN
Director



MARG LOGISTICS PVT LTD

STATEMENT OF PROFIT & LOSS

Particulars	Note	Year Ended 31-Mar-2016 ₹	Year Ended 31-Mar-2015 ₹
INCOME			
Income from Operations	19	408,093,993	393,159,215
Other Income	20	56,700	73,944,060
		<u>408,150,693</u>	<u>467,103,275</u>
EXPENSES			
Cost of Projects / Operating Expenses	21	355,342,374	353,800,481
Personnel Expenses	22	1,827,814	2,310,357
Depreciation	12	7,032,287	3,307,333
Finance Costs	23	38,974,486	34,398,342
Other Expenses	24	2,320,389	3,113,093
		<u>405,497,350</u>	<u>396,929,606</u>
PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX		<u>2,653,343</u>	<u>70,173,669</u>
Exceptional Items		-	-
PROFIT BEFORE EXTRAORDINARY ITEMS AND TAX		<u>2,653,343</u>	<u>70,173,669</u>
Extraordinary Items		-	-
PROFIT (LOSS) BEFORE TAX		<u>2,653,343</u>	<u>70,173,669</u>
TAX EXPENSE			
Current Tax		-	22,356,492
Deferred Tax	25	(188,465)	1,392,186
PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS (A)		<u>2,841,808</u>	<u>46,424,991</u>
Profit (Loss) from Discontinuing Operations		-	-
Tax Expense of Discontinuing Operations		-	-
PROFIT (LOSS) FOR THE PERIOD FROM DISCONTINUING OPERATIONS (B)		<u>-</u>	<u>-</u>
PROFIT (LOSS) FOR THE PERIOD (A+B)		<u>2,841,808</u>	<u>46,424,991</u>
EARNINGS PER SHARE			
Basic (Face Value ₹ 10/-)		284.18	4,642.50
Diluted (Face Value ₹ 10/-)		0.09	1.51
SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS			

As per my Report of even date attached

For B. PANNEER & CO.

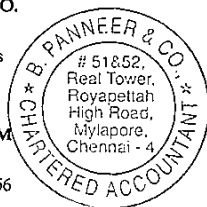
Regn No: : 011335S

Chartered Accountants

B. PANNEER SELVAM

Proprietor

Membership No. 217056



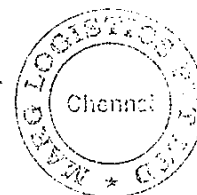
Place : Chennai

Date : 29-May-2016

For and on behalf of Board of Directors

RABINDRA KUMAR SAMAL
Director

RAJESH VAIDHIYANATHAN
Director



MARG LOGISTICS PVT LTD

CASH FLOW STATEMENT

S No	Particulars	Year Ended 31-Mar-2016 ₹	Year Ended 31-Mar-2015 ₹
A CASH FLOWS FROM OPERATING ACTIVITIES:			
	Net Profit (Loss) before Taxation and Extraordinary Items	2,653,343	70,173,669
	Adjustment for:		
	Depreciation	7,032,287	3,307,333
	Preliminary & Public Issue Expenses Written Off	-	-
	Non Cash Income	-	-
	Profit(Loss) on Sale of Fixed Assets	-	-
	Interest Income (Net)	-	(73,669,903)
	Operating Profit before Working Capital Changes	<u>9,685,630</u>	<u>(188,901)</u>
	Decrease (Increase) in Trade Receivables	(13,469,038)	(9,488,598)
	Decrease (Increase) in Inventories	339,410	285,802
	Decrease (Increase) in Short Term Loans & Advances	39,874,358	(41,409,527)
	Increase (Decrease) in Trade Payables	(20,440,414)	(3,177,963)
	Increase (Decrease) in Other Current Liabilities	2,172,565	58,544,813
	Increase (Decrease) in Short Term Provisions	(22,356,492)	22,260,499
	Increase (Decrease) in Other Long Term Liabilities	-	-
	Cash Generated from Operations	<u>(4,193,980)</u>	<u>26,826,125</u>
	Fringe Benefit tax Paid	-	-
	Income Tax Paid	-	(22,356,492)
	Cash Flow before Extraordinary Items	<u>(4,193,980)</u>	<u>4,469,633</u>
	Adjustment for Extraordinary Items (Preliminary Expenses)	-	-
	NET CASH FROM OPERATING ACTIVITIES (A)	<u>(4,193,980)</u>	<u>4,469,633</u>
B CASH FLOWS FROM INVESTING ACTIVITIES:			
	Purchase of Fixed Assets	-	-
	Purchase/Sale of Investments	-	-
	Proceeds from Sale of Fixed Assets	-	-
	NET CASH USED IN INVESTING ACTIVITIES (B)	<u>-</u>	<u>-</u>
C CASH FLOWS FROM FINANCING ACTIVITIES:			
	Proceeds from Issuance of Share Capital	-	-
	Repayment of Long Term Borrowings	9,744,803	(3,060,635)
	Proceed from Short Term Borrowings	(5,894,984)	(1,117,536)
	Interest Income	-	-
	NET CASH USED IN FINANCING ACTIVITIES (C)	<u>3,849,819</u>	<u>(4,178,171)</u>
	Net Increase in Cash and Cash Equivalents (A+B+C)	(344,161)	291,461
	Cash and Cash Equivalents at beginning of Year	3,915,321	3,623,860
	Cash and Cash Equivalents at end of Year	<u>3,571,161</u>	<u>3,915,321</u>

As per my Report of even date attached

For B. PANNEER & CO.

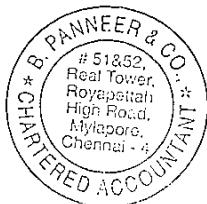
Regn No: : 011335S

Chartered Accountants

B. PANNEER SELVAM

Proprietor

Membership No. 217056



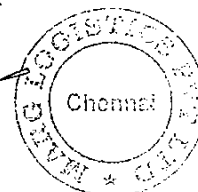
For and on behalf of Board of Directors

RABINDRA KUMAR SAMAL

Director

RAJESH VAIDHIYANATHAN

Director



Place : Chennai

Date : 29-May-2016

MARG LOGISTICS PVT LTD

Notes To The Financial Statements

NOTE 1 : COMPANY OVERVIEW

Marg Logistics Pvt Ltd is a wholly owned subsidiary of Marg Limited, engaged in total integrated logistics services, which include mainly Stevedoring & Transportation for both In house and third party customers.

NOTE 2 : SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- a. The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and materially comply with Accounting Standards (AS) as specified by Section 133 of Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules 2014.
- b. Use of Estimates: The preparation of financial statements requires the Management of the Company to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statement & reported income & expenses during the reporting period. Examples of such estimates include provisions for doubtful debts, employee retirement benefit plans, provisions for income taxes, useful life of fixed assets, accounting for work executed etc.
- c. Method of Accounting - The Company maintains its accounts on accrual basis.
- d. The Accounting Standards recommended by The Institute of Chartered Accountants of India have been followed wherever applicable to the Company.

2.2 REVENUE RECOGNITION

All Income and Expenses have been recognized on accrual system of accounting.

2.3 FIXED ASSETS & DEPRECIATION

- a. The Fixed Assets are stated at cost of acquisition including interest paid on specific borrowings up to the date of acquisition / installation of the assets and improvement thereon less depreciation.
- b. Depreciation is provided on fixed assets, on straight-line method, on pro-rata basis on the basis of the useful lives prescribed under schedule II to the Companies Act, 2013, subject to the adjustments arising out of transitional provisions of schedule II to the Companies act, 2013.
- c. Cost of assets not put to use before the year end are show under capital work in progress.
- d. The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists the Company estimates the recoverable amount of the assets. If such recoverable amount of the asset or recoverable amount of the cash generating divisions which the assets belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as impairment loss and recognized in the profit and loss account.

2.4 PRELIMINARY EXPENSES

Preliminary expenses are fully charged off in the year in which they are incurred.

2.5 OPERATING LEASES

Assets subject to operating leases are included under fixed assets or current assets as appropriate. Lease income is recognized in the profit and loss account on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the profit and loss account.

2.6 VALUATION OF CLOSING STOCK

- a. Raw Material: Raw Material, Stores and Spares are valued at weighted average cost. Cost comprises all costs of purchase.
- b. Work-in-progress: Work-in-progress is valued at cost or the contract rates whichever is lower.
- c. Completed projects: Completed Projects are valued at cost or net realizable value, whichever is less.

2.7 INVESTMENTS

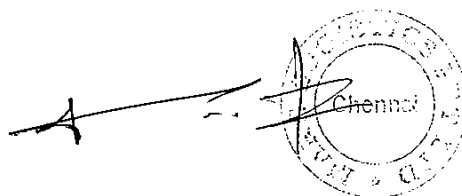
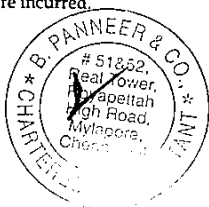
Investments are classified as long-term and current investments. Long-term investments are shown at cost or written down value (in case of other than temporary diminution) and current Investments are shown at cost or market value whichever is lower.

2.8 FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are accounted on the exchange rate prevailing at the date of the transaction. Foreign currency monetary items outstanding as at the Balance sheet date are reported using the closing date. Gain and losses resulting from the settlement of such transactions and translation of monetary assets and liabilities denominated in foreign currencies are recognized in the Profit and Loss Account.

2.9 BORROWING COSTS

Borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset are considered as part of the cost of the asset/project. All the other borrowing costs are treated as period cost and charged to Profit and Loss account in the year in which they are incurred.



MARG LOGISTICS PVT LTD

Notes To The Financial Statements

2.10 TAX ON INCOME

- The accounting treatment for income Tax in respect of Company's income is based on the Accounting Standard 22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India. Tax on income for the current period is determined on the basis of Taxable Income computed in accordance with the provisions of the Income Tax Act, 1961.
- Deferred Tax on timing differences between the accounting income and taxable income for the year is quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

2.11 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

A provision is recognized when:

- The Company has a present obligation as a result of a past event;
- It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- A reliable estimate can be made of the amount of the obligation.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably not, require an outflow of resources. Where there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent Assets are neither recognized nor disclosed.

2.12 EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and weighted average number of equity shares outstanding during the period, are adjusted for the effects of all dilutive potential equity shares.

NOTE 3 : SHARE CAPITAL

3.1 Authorised, Issued, Subscribed and Paid up Capital:

Particulars	As At	As At	As At	As At
	31-Mar-2016	31-Mar-2015	31-Mar-2016	31-Mar-2015
	Nos	Nos	₹	₹
Authorised Capital				
Equity Shares face value of ₹ 10/- each	10,000	10,000	100,000	100,000
Issued, Subscribed and Paid up Capital				
Equity Shares face value of ₹ 10/- each	10,000	10,000	100,000	100,000

3.2 Reconciliation of number of Equity Shares Outstanding:

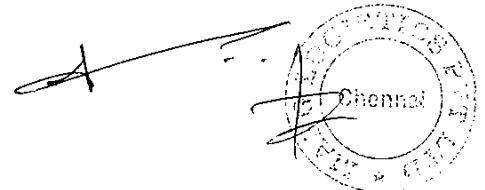
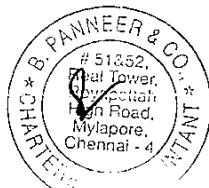
Particulars	As At	As At
	31-Mar-2016	31-Mar-2015
	Nos	Nos
Shares Outstanding at the beginning of the year	10,000	10,000
Add: Shares Issued during the year	-	-
Shares Outstanding at the end of the year	10,000	10,000

3.3 Equity Shares held by Group Companies :

Particulars	Class of Shares	As At	As At
		31-Mar-2016	31-Mar-2015
		Nos	Nos
By Holding Company	Equity	10,000	10,000
By Subsidiaries of Holding Company		-	-
By Associate of Holding Company		-	-
		10,000	10,000

3.4 Shareholders holding more than 5% :

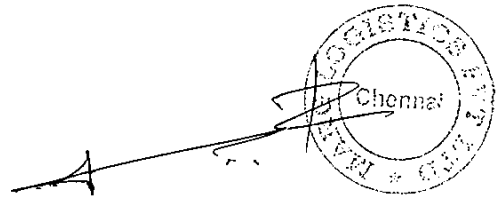
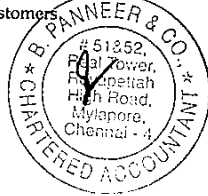
Sl No	Name of the Shareholders	As At		As At	
		31-Mar-2016		31-Mar-2015	
		Nos	%	Nos	%
1	MARG Limited	10,000	100%	10,000	100%
		10,000	100%	10,000	100%



MARG LOGISTICS PVT LTD

Notes To The Financial Statements

Particulars	As At 31-Mar-2016 ₹	As At 31-Mar-2015 ₹
NOTE 4 : RESERVES & SURPLUS		
Profit & Loss Account:		
Balance at the beginning of the Year	58,235,452	11,810,461
Profit loss for the Year	2,841,808	46,424,991
Balance at the end of the Year	<u>61,077,260</u>	<u>58,235,452</u>
NOTE 5 : LONG-TERM BORROWINGS		
5.1 Secured Loans:		
Long Term Maturities of Finance Lease Obligations:		
From Others:		
Secured by way of charge on movable & immovable properties	96,234,033	86,489,229
	<u>96,234,033</u>	<u>86,489,229</u>
5.2 Repayment Terms(including current maturities):		
From Others:		
Loan of ₹ 90,49,317 is repayable in 18 monthly installments ending 15-May-2016.		
Loan of ₹ 10,41,26,448/- is repayable in 31 monthly installments ending 31-Dec-2016.		
5.3 Defaults on repayment of Long-term Loans and Interest thereof:		
As on 31-Mar-16 long-term loans aggregating to ₹ 68,24,524/- (PY ₹ 76,73,287/-) were overdue for a period of less than 90 days and ₹ 5,60,94,650/- (PY ₹ 2,64,74,429) were overdue for a period of more than 90 days.		
Interest on long term loans aggregating to ₹ 70,35,726 were overdue for a period of less than 90 days and ₹ 4,94,81,297/- were overdue for a period of more than 90 days.		
NOTE 6 : DEFERRED TAX LIABILITY (NET)		
Deferred Tax Liability	9,015,396	9,203,861
Less : Deferred Tax Asset	-	-
	<u>9,015,396</u>	<u>9,203,861</u>
NOTE 7 : OTHER LONG-TERM LIABILITIES		
Advance from Customers	-	-
	<u>-</u>	<u>-</u>



NOTE 8 : SHORT-TERM BORROWINGS**Secured Short-term Loans:****From Bank:**

Overdraft facility Secured by immovable property*

19,825,138	19,073,935
<u>19,825,138</u>	<u>19,073,935</u>

* collateral security of immovable property of promoter directors of Holding Company and personal guarantee of directors of the Company and Holding company

Unsecured Short-term Loans:**From Others:**

Loans From Holding Company
Loans from Others

39,111,958	45,758,145
<u>39,111,958</u>	<u>45,758,145</u>
<u>58,937,096</u>	<u>64,832,080</u>

Total**NOTE 9 : TRADE PAYABLE**

Trade Payables

118,542,402	138,982,816
<u>118,542,402</u>	<u>138,982,816</u>

NOTE 10 : OTHER CURRENT LIABILITIES

Current Maturities of Long-term Debts

Interest Accrued and Due on Borrowings

Interest Accrued but Not Due on Borrowings

Other Payables

Advances from Customers

Expenses Payable

Statutory Dues

Due to Directors

Creditors for Capital goods

Share Application Money Pending for Allotment*

16,941,732	28,771,459
67,640,156	33,721,842
-	-
10,237,720	254,429
11,474,034	4,378,886
15,740,725	52,735,186
8,000	8,000
-	-
<u>308,082,420</u>	<u>308,082,420</u>
<u>430,124,787</u>	<u>427,952,222</u>

*The Authorised Capital of the company is not sufficient to cover the increase in paid up capital resulting from the allotment of shares out of share application money of ₹ 30,80,82,420/-. Hence, the share application money pending allotment is classified under 'Other Current liabilities'.

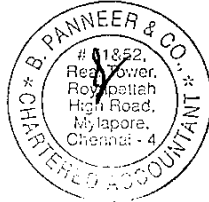
NOTE 11 : SHORT-TERM PROVISIONS

Provision for Income Tax

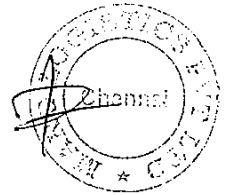
Provision for employee benefits

Bonus

-	22,356,492
14,491	14,491
<u>14,491</u>	<u>22,370,983</u>



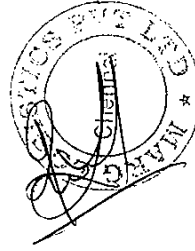
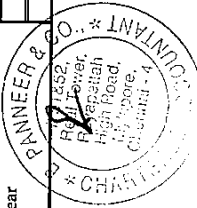
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MARG LOGISTICS PVT LTD
Notes To The Financial Statements

NOTE 12: FIXED ASSETS

Particulars	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	As At 31-Mar-2015	Additions	Deletions	As At 31-Mar-2016	Up to 31-Mar-2015	For the Period	Deletions	Up to 31-Mar-2016	As At 31-Mar-2016	As At 31-Mar-2015
INTANGIBLE ASSET										
TANGIBLE ASSET										
Computers	80,370	-	-	80,370	76,351	4,019	-	80,370	-	4,019
Furniture & fittings	4,750	-	-	4,750	4,750	-	-	4,750	-	-
Motor Vehicles	34,064,909	-	-	34,064,909	18,001,009	5,421,011	-	23,422,020	10,642,889	16,063,900
Plant & Machinery	21,091,680	-	-	21,091,680	5,019,777	1,607,258	-	6,627,035	14,464,645	16,071,903
Total	55,241,709	-	-	55,241,709	23,101,887	7,032,287	-	30,134,175	25,107,534	32,139,822
Previous Year	55,241,709	-	-	55,241,709	19,794,554	3,307,533	-	23,101,887	32,139,822	35,447,156
Capital Work in Progress										
Total	-	-	-	-	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-	-	-	-	-

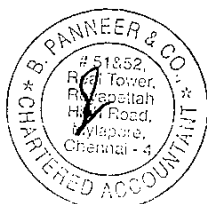


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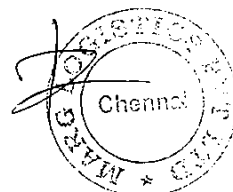
MARG LOGISTICS PVT LTD

Notes To The Financial Statements

Particulars	As At 31-Mar-2016 ₹	As At 31-Mar-2015 ₹
NOTE 13 : NON-CURRENT INVESTMENTS		
Investments in Equity Instruments (Shares) (Non-Quoted, Non-Trade, Stated at Cost)		
In Subsidiaries		
Company	Face Value ₹	No of Shares 31-Mar-16
Akhil Infrastructure Pvt	10	10,000
Ambar Nivas Pvt Ltd	10	10,000
Kanchanajunga Infradev	10	10,000
Navita Estates Pvt Ltd	10	10,000
Rainbow Habitat Pvt Lt	10	10,000
Sulekh Constructions P	10	10,000
Comex Infrastructure P	10	10,000
Shikha Infrastructure P	10	10,000
Saptajit Projects Pvt Ltd	10	10,000
Advance Infradevelope	10	10,000
Agni Infradevelopers P	10	10,000
Archana Infradeveloper	10	10,000
Ashram Infradevelopers	10	10,000
Darshan Homes Pvt Ltd	10	10,000
Talin Infradevelopers P	10	10,000
Uttarak Infradevelopers	10	10,000
Yyan Infraprojects Pvt I	10	10,000
Guiding Infradeveloper	10	10,000
	<u>1,800,000</u>	<u>1,800,000</u>
NOTE 14 : LONG-TERM LOANS AND ADVANCE		
Unsecured and considered good		
Security Deposits	10,500	10,500
	<u>10,500</u>	<u>10,500</u>
NOTE 15 : INVENTORIES		
Inventories		
Stores and Spares at Site	2,120,661	2,460,071
	<u>2,120,661</u>	<u>2,460,071</u>
NOTE 16 : TRADE RECEIVABLES		
Unsecured and considered good		
Outstanding for more than 6 months	27,472,136	19,941,458
Others	39,641,857	33,703,497
	<u>67,113,993</u>	<u>53,644,955</u>
NOTE 17 : CASH & CASH EQUIVALENTS		
Cash Balance		
Balances with Scheduled Banks	2,281,089	2,169,862
In Current Accounts	1,254,627	1,710,014
In Deposit accounts	35,445	35,445
	<u>3,571,161</u>	<u>3,915,321</u>
NOTE 18 : SHORT-TERM LOANS & ADVANCES		
Unsecured Short-Term Loans & Advances and considered good		
Advances to Subsidiaries	576,837,688	576,777,688
Advances to Fellow Subsidiaries	18,391,858	18,391,858
Others		
Advances to Suppliers	38,711,687	26,841,517
Advances to Staff	2,771	2,771
Other Advances Recoverable	21,484,588	21,484,588
Prepaid Expenses	61,269	72,301
Prepaid Taxes	17,230,073	69,023,569
Security Deposits	1,601,682	1,601,682
	<u>674,321,615</u>	<u>714,195,974</u>



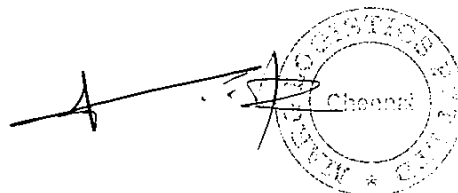
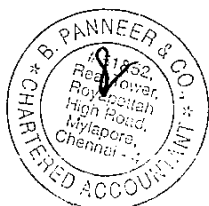
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MARG LOGISTICS PVT LTD

Notes To The Financial Statements

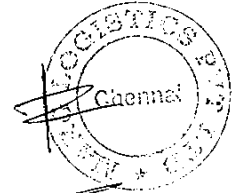
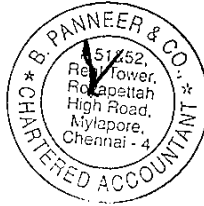
Particulars	Year Ended	Year Ended
	31-Mar-2016	31-Mar-2015
	₹	₹
NOTE 19 : INCOME FROM OPERATIONS		
Income from Logistics and Port Management Services	408,093,993	393,159,215
Income From Project - Others	-	-
Owner's Protective Agents Fees	-	-
	<u>408,093,993</u>	<u>393,159,215</u>
NOTE 20 : OTHER INCOME		
Miscellaneous Income	56,700	274,157
Insurance Claim	-	3,006
Interest Received-Other	-	73,666,897
Interest Received-Subsidiaries	-	-
	<u>56,700</u>	<u>73,944,060</u>
NOTE 21: COST OF PROJECTS/OPERATING EXPENSES		
Opening Stock		
Stores and Spares at Site	<u>2,460,071</u>	<u>2,745,874</u>
Expenditure During the year		
Cost of Projects / Operating Expenses	355,002,963	353,514,678
Closing Stock		
Stores and Spares at Site	<u>2,120,661</u>	<u>2,460,071</u>
	<u>2,120,661</u>	<u>2,460,071</u>
Cost of Projects / Operating Expenses	<u>355,342,374</u>	<u>353,800,481</u>
NOTE 22 : PERSONNEL EXPENSES		
Salaries & Allowances	1,827,814	2,223,204
Staff Welfare Expenses	-	87,153
	<u>1,827,814</u>	<u>2,310,357</u>
NOTE 23: FINANCE COSTS		
Interest Paid	38,962,028	34,287,555
Bank & Finance Charges	12,458	110,787
	<u>38,974,486</u>	<u>34,398,342</u>
NOTE 24 : OTHER EXPENSES		
Rates & Taxes	100	15,465
Communication Cost	210,438	102,740
Traveling and Conveyance	541,852	632,942
Repairs & Maintenance	16,522	701,668
Payment to Non-executive Directors	-	-
- Sitting Fees for Board Meeting	-	-
Secretarial Expenses	2,500	10,000
Printing & Stationery	24,059	8,312
Postage and Courier Charges	3,019	-
Payment to Auditors	-	-
Audit Fee	75,000	100,000
Other Services	-	-
Legal & Professional Charges	-	-
General Expenses	850,000	244,196
Exchange Rate Fluctuation	10,319	8,375
Office Maintenance	-	-
Vehicle Maintenance	585,174	1,287,505
Rent	1,406	1,890
Prior period Items (Net)	-	-
Loss on Sale of Fixed Assets	-	-
	<u>2,320,389</u>	<u>3,113,093</u>
NOTE 25 : DEFERRED TAX EXPENSE (INCOME)		
Deferred Tax Liability for the year	(188,465)	1,392,186
Less : Deferred Tax Asset	-	-
	<u>(188,465)</u>	<u>1,392,186</u>



MARG LOGISTICS PVT LTD

Notes To The Financial Statements

Particulars	As At	As At
	31-Mar-2016	31-Mar-2015
	₹	₹
NOTE 26 : CONTINGENT LIABILITIES :		
a. Estimated amount of liability on capital contracts: Nil (Previous period : Nil)		
NOTE 27: INVESTMENTS AND ADVANCE DUE FROM SUBSIDIARY COMPANIES		
The Company has invested in equity amounting to ₹ 18,00,000/- and an amount of ₹ 57,68,37,688/- is advanced as loan to its subsidiaries, which have provided land owned by them as security for the loans availed from lenders. As the borrowing company defaulted in repayment of such loans, the land owned by these subsidiaries may be attached/sold which may adversely affect the recoverability of the investment/advance. However as on date no such action has been initiated by the lenders and accordingly, the financial statements of such subsidiaries have been prepared on 'Going concern' basis and management is of the opinion that no provision is considered necessary at this stage in respect of investments and loans outstanding from these subsidiaries as at 31st March, 2016.		
NOTE 28 : DEFERRED TAX LIABILITY :		
Deferred Tax		
Deferred Tax Liability		
Outstanding Deferred Tax Liability as the the beginning of the year	9,203,861	7,811,675
Timing difference on account of depreciatio	(188,465)	1,392,186
Total Deferred Tax Liability	9,015,396	9,203,861
Deferred Tax Asset		
Outstanding Deferred Tax Asset as at the beginning of the year	-	-
Timing difference on account of	-	-
Total Deferred Tax Asset	-	-
Net Deferred Tax Liability	9,015,396	9,203,861



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MARG LOGISTICS PVT LTD

Notes To The Financial Statements

NOTE 29 : RELATED PARTY DISCLOSURES :

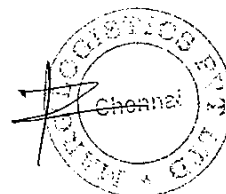
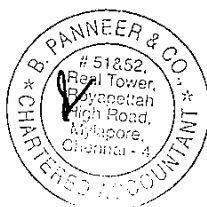
The following is the list of related parties:

- a. Holding Company – Marg Limited
- b. List of Subsidiaries

Sl Company Name	Sl Company Name
1 Advance Infradevelopers Private L	2 Agni Infradevelopers Private Ltd
3 Akhil Infrastructure Private Ltd	4 Ambar Nivas Private Ltd
5 Archana Infradevelopers Private Li	6 Ashram Infradevelopers Private Ltd
7 Comex Infrastructure Private Ltd	8 Darshan Homes Private Ltd
9 Guiding Infradevelopers Private Lt	10 Kanchanjunga Infradevelopers Private Ltd
11 Navita Estates Private Ltd	12 Rainbow Habitat Private Ltd
13 Saptajit Projects Private Ltd	14 Shikha Infrastructure Private Ltd
15 Sulekh Constructions Private Ltd	16 Talin Infradevelopers Private Ltd
17 Uttarak Infradevelopers Private Lt	18 Vyan Infraprojects Private Ltd

- c. List of fellow subsidiaries, where control existed during the year:

Sl Company Name	Sl Company Name
1 Amir Constructions Private Ltd	2 Anumanthai Beachside Resorts Private Ltd
3 Anuttam Constructions Private Ltd	4 Aprati Constructions Private Ltd
5 Arohi Infrastructure Private Ltd	6 Aroopa Infradevelopers Private Ltd
7 Atul Infrastructure Private Ltd	8 Avatar Constructions Private Ltd
9 Bharani Infrastructure Private Ltd	10 Darpan Houses Private Ltd
11 Dasha Infradevelopers Private Ltd	12 Future Parking Private Ltd
13 Hilary Constructions Private Ltd	14 Karaikal Port Private Ltd
15 Karaikal Power Company Private I	16 Kirtidhara Infrastructure Private Ltd
17 Magnumopus Infrastructure Privat	18 Marg Aviations Private Ltd
19 Marg Business Park Private Ltd	20 MARG Hotels and Service Apartments Private Ltd
21 Marg Industrial Clusters Ltd	22 Marg Infrastructure Developers Ltd
23 Marg International Dredging PTE l	24 Marg Marine Infrastructure Ltd
25 Marg Properties Ltd	26 Marg Sri Krishnadevaraya Airport Private Ltd
27 Marg Swarnabhoomi Port Private I	28 Marg Trading PTE Ltd
29 Mukta Infrastructure Private Ltd	30 Navrang Infrastructure Private Ltd
31 New Chennai Township Private Lt	32 O M R Developers Private Ltd
33 Parivar Apartments Private Ltd	34 Riverside Infrastructure (India) Private Ltd
35 Sarang Infradevelopers Private Ltd	36 Shubham Vihar Private Ltd
37 Signa Infrastructure India Ltd	38 Swatantra Infrastructure Private Ltd
39 Yuva Constructions Private Ltd	



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MARG LOGISTICS PVT LTD

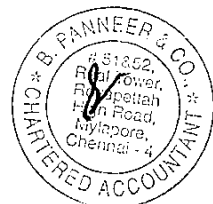
Notes To The Financial Statements

d. The following transactions were carried out with the related parties during the course of the business:

Particulars	Holding Company		Subsidiaries		Fellow Subsidiaries		KMP Entities over which KMPs have control/significant influence	
	Year Ended 31-Mar-2016	Year Ended 31-Mar-2015	Year Ended 31-Mar-2016	Year Ended 31-Mar-2015	Year Ended 31-Mar-2016	Year Ended 31-Mar-2015	Year Ended 31-Mar-2016	Year Ended 31-Mar-2015
	Transactions							
Interest paid	7,830,801	6,959,884	-	-	-	-	-	-
Interest Received	-	-	-	64,242,148	-	-	-	-
Investments	-	-	-	-	-	2,058,059	-	-
Reimbursement of Expenses - Payable	-	-	-	-	-	-	-	-
Loans Received	10,833,251	(3,677,622)	-	-	-	-	-	-
Loans given	-	-	60,000	113,088	-	-	-	-
Services Rendered	-	-	-	-	-	-	-	-
Services Received	-	-	-	-	427,149,557	357,534,179	-	-
Corporate Guarantee Received	-	-	-	-	-	-	-	-
Share Application Money Received	-	(9,980,000)	-	-	-	-	-	-
	Balances							
	As At 31-Mar-2016	As At 31-Mar-2015	As At 31-Mar-2016	As At 31-Mar-2015	As At 31-Mar-2016	As At 31-Mar-2015	As At 31-Mar-2016	As At 31-Mar-2015
Loan Taken	42,022,580	52,855,831	-	-	-	-	-	-
Loan Given	-	-	576,837,688	576,777,688	18,391,858	18,391,858	-	-
Investments	-	-	1,800,000	1,800,000	-	-	-	-
Trade Receivables	11,152,035	11,152,035	-	-	-	-	-	-
Share Application Money Received	308,082,420	308,082,420	-	-	36,533,898	31,689,778	-	-
Trade Payables	-	-	-	-	-	-	-	-
Mobilisation Advance - Payable	-	-	-	-	-	-	7,352	7,352
Reimbursement of Expenses - Payable	-	-	-	-	-	-	-	-
Corporate Guarantee Received	130,000,000	130,000,000	-	-	-	-	-	-

NOTE 30: DISCLOSURE PURSUANT TO SECTION 186 OF THE COMPANIES ACT 2013

S.NO	NATURE OF TRANSACTION	PURPOSE	AS AT 31-MAR-16	AS AT 31-MAR-15
Investments:				
1	Akhil Infrastructure Pvt Ltd	Capital contribution	100,000	100,000
2	Ambar Nivas Pvt Ltd	Capital contribution	100,000	100,000
3	Kanchanajunga Infradevelopers Pvt Ltd	Capital contribution	100,000	100,000
4	Navita Estates Pvt Ltd	Capital contribution	100,000	100,000
5	Rainbow Habitat Pvt Ltd	Capital contribution	100,000	100,000
6	Sulekh Constructions Pvt Ltd	Capital contribution	100,000	100,000
7	Comex Infrastructure Pvt Ltd	Capital contribution	100,000	100,000
8	Shikha Infrastructure Pvt Ltd	Capital contribution	100,000	100,000
9	Saptajit Projects Pvt Ltd	Capital contribution	100,000	100,000
10	Advance Infradevelopers Pvt Ltd	Capital contribution	100,000	100,000
11	Agni Infradevelopers Pvt Ltd	Capital contribution	100,000	100,000
12	Archana Infradevelopers Pvt Ltd	Capital contribution	100,000	100,000
13	Ashram Infradevelopers Pvt Ltd	Capital contribution	100,000	100,000
14	Darshan Homes Pvt Ltd	Capital contribution	100,000	100,000
15	Talin Infradevelopers Pvt Ltd	Capital contribution	100,000	100,000
16	Uttarak Infradevelopers Pvt Ltd	Capital contribution	100,000	100,000
17	Vyan Infraprojects Pvt Ltd	Capital contribution	100,000	100,000
18	Guiding Infradevelopers Pvt Ltd	Capital contribution	100,000	100,000
	Total		1,800,000	1,800,000
Loans & Advances				
1	Akhil Infrastructure Pvt Ltd	Project funding/Working Capital	125,090,700	125,090,700
2	Ambar Nivas Pvt Ltd	Project funding/Working Capital	60,758,417	60,758,417
3	Kanchanajunga Infradevelopers Pvt Ltd	Project funding/Working Capital	39,000,988	39,000,988
4	Navita Estates Pvt Ltd	Project funding/Working Capital	101,212,063	101,212,063
5	Rainbow Habitat Pvt Ltd	Project funding/Working Capital	105,135,652	105,135,652
6	Comex Infrastructure Pvt Ltd	Project funding/Working Capital	968,820	948,820
7	Shikha Infrastructure Pvt Ltd	Project funding/Working Capital	530,663	530,663
8	Saptajit Projects Pvt Ltd	Project funding/Working Capital	1,893,915	1,873,915
9	Advance Infradevelopers Pvt Ltd	Project funding/Working Capital	28,787,697	28,787,697
10	Agni Infradevelopers Pvt Ltd	Project funding/Working Capital	38,213,976	38,193,976
11	Archana Infradevelopers Pvt Ltd	Project funding/Working Capital	37,125,418	37,125,418
12	Ashram Infradevelopers Pvt Ltd	Project funding/Working Capital	530,663	530,663
13	Darshan Homes Pvt Ltd	Project funding/Working Capital	32,769,689	32,769,689
14	Talin Infradevelopers Pvt Ltd	Project funding/Working Capital	974,365	974,365
15	Uttarak Infradevelopers Pvt Ltd	Project funding/Working Capital	1,643,967	1,643,967
16	Vyan Infraprojects Pvt Ltd	Project funding/Working Capital	2,200,695	2,200,695
17	Guiding Infradevelopers Pvt Ltd	Project funding/Working Capital	-	-
18	Marg Business Park Private Limited	Project funding/Working Capital	18,391,858	18,391,858
	Total		595,229,546	595,169,546



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NOTE 31 : OPERATING LEASES

The Company does not have any obligations under any leases for office and residential space.

NOTE 32 : INFORMATIONS UNDER MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006

The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures relating to amounts unpaid as the period end together with interest paid / payable under this Act have not been given.

NOTE 33 : EARNINGS PER SHARE PER SHARE (EPS):

Particulars	Year Ended 31-Mar-2016	Year Ended 31-Mar-2015
a. Profit After Tax (₹)		
For Basic & Diluted EPS	2,841,808	46,424,991
b. Weighted average number of equity shares (Nos)		
For Basic EPS	10,000	10,000
For Diluted EPS	30,818,242	30,818,242
c. Earning Per Share (₹)		
Basic	284.18	4,642.50
Diluted	0.09	1.51
d. Nominal Value Per Share (₹)	10	10

NOTE 34 : PRESENTATION OF PREVIOUS YEAR'S FIGURES

Previous year's figures have been regrouped / reclassified / rearranged wherever necessary to bring them in conformity with the current year figures.

As per my Report of even date attached

For B. PANNEER & CO.

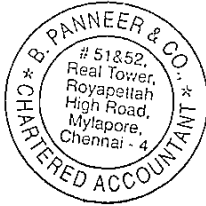
Regn No: : 0113355

Chartered Accountants

B. PANNEER SELVAM

Proprietor


Membership No. 217056



Place : Chennai

Date : 29-May-2016

For and on behalf of Board of Directors


RABINIKA KUMAR SAMAL
Director


RAJESH VAIDHIYANATHAN
Director

