

INDIA STEAMSHIP LIMITED

Directors' Report

Dear Members,

Your Directors have pleasure in presenting the 3rd Annual Report together with Audited accounts for the financial year ended March 31, 2014.

1. Progress of Business

Your Company is a wholly owned subsidiary of M/s. Chambal Fertilisers and Chemicals Limited (CFCL). It is yet to commence its commercial operations. The total revenue of the Company was Rs. 31,51,710/- and the Company has earned a profit of Rs. 15,54,559/-, during the year under review.

2. Share Capital

The shareholders of the Company at their meeting held on December 03, 2012 passed the resolution under Section 100 and other applicable provisions of the Companies Act, 1956 for reduction of capital of the Company. The Hon'ble High Court of Rajasthan at Jaipur vide its order dated November 28, 2013 has approved the aforesaid resolution passed by the shareholders. Accordingly the issued, subscribed and paid up share capital of your Company was reduced from Rs. 51,05,00,000 (Rupees fifty one crore five lac only) divided into 50,000 (fifty thousand) equity shares of Rs. 10/- each fully paid up, 4,10,00,000 (four crore ten lac) partly paid up equity shares of Rs. 10/- each (Rs. 0.50 per share paid up) and 1,00,00,000 (one crore) non-cumulative redeemable partly paid preference shares of Rs. 10/- each (Re.1/- per share paid up) to Rs. 25,00,000/- (Rupees twenty five lac only) divided into 2,50,000 (two lac fifty thousand) fully paid up equity shares of Rs.10/- each, w.e.f January 6, 2014.

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

As the Company has not commenced its commercial operations, information required to be given pursuant to section 217(1)(e) of the Companies Act, 1956 relating to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo is not presently applicable.

4. Fixed Deposits

Your Company has not invited or accepted any deposits from the Public.

5. Personnel

Information as per Section 217(2A) of the Companies Act, 1956 and the rules made thereunder is 'NIL'.

6. Directors

Mr. Anil Kapoor (DIN - 00032299) is due for retirement by rotation at the forthcoming Annual General Meeting (AGM) of the Company. Mr. Anil Kapoor is eligible and has offered himself for re-appointment.

The Board of Directors had appointed Mr. Multan Singh Rathore (DIN - 03521168) as Additional Director of the Company w.e.f. September 24, 2013. He holds office upto the date of ensuing AGM of the Company.

Mr. Chandra Shekhar Nopany (DIN - 00014587) resigned from the Board of the company w.e.f. September 25, 2013. The Board expresses its appreciation of the contribution made by Mr. Chandra Shekhar Nopany during his tenure as Director.

7. Auditors

The Auditors M/s. Singhi & Co, Chartered Accountants, hold office until the conclusion of the 3rd Annual General Meeting (AGM) of the Company and being eligible, offer themselves for re-appointment. Your directors are seeking the re-appointment of the Auditors from the conclusion of ensuing 3rd AGM of the Company till the conclusion of 8th AGM of the Company.

The comments in the Auditors' Report are self-explanatory and therefore, do not call for any further explanations.

8. Compliance Certificate

Pursuant to provisions of section 383A of the Companies Act, 1956 and Rules framed thereunder, your Company has received Compliance Certificate from V.K. Sharma & Co., Company Secretaries. The copy of the same is attached to this report as Annexure-"A".

9. Directors' Responsibility Statement

Your Directors hereby report that:

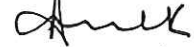
- a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relative to material departures;
- b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2014 and of the profit or loss of the company for the year ended on March 31, 2014;
- c) the Directors have taken proper and sufficient care for the maintenance of 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 and other irregularities; and

d) the Directors have prepared the annual accounts on a going concern basis.

Place: New Delhi
Date : May 6, 2014

By order of the Board



Anil Kapoor
Chairman
(DIN - 00032299)

V.K. SHARMA & CO.

Company Secretaries

422, Ocean Plaza, Sector-18, Noida - 201 301

Tel. : 4221470, Mobile : 9818816592

E-mail : vks_cosecy@yahoo.com

Compliance Certificate
(See Rule 3 of the Company (Compliance Certificate) Rules, 2001)

CIN: U61100RJ2011PLC034702

Nominal Capital: Rs. 55, 00, 00,000.00

Paid up Capital: Rs. 25,00,000.00

To,
The Members
INDIA STEAMSHIP LIMITED

We have examined the registers, records, books, and papers of **INDIA STEAMSHIP LIMITED** (the Company) as required to be maintained under the Companies Act, 1956, (The Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2014 (financial year). In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the company, its officers and agents, we hereby certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all the registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made there under and all the 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 prescribed time under the Act and the rules made there under.

3. The Company, being a public limited Company, the provisions of private limited company are not applicable to it..
4. The Board of Directors duly met **Five times** respectively on 29th April 2013, 30th July 2013, 24th September 2013, 20th November 2013 and 19th February 2014 in respect of which proper notices were given and proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company was not required to close its Register of members during the financial year.
6. The Annual General Meeting for the financial year ended 31st March 2013 was held on 12th September 2013 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the minutes book maintained for the purpose.
7. No Extra Ordinary general meeting was held during the financial year.
8. The Company has not advanced loan to its directors or persons or firms or companies referred to in section 295/185 of the Companies Act 1956/2013.
9. The Company has not entered into any contracts falling within the purview of section 297 of the Act.
10. The Company was not required to make any entries in the register maintained under section 301 of the Act.
11. As there were no cases falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of directors, members or the Central Government during the year under review.
12. The Company has not issued any duplicate certificates during the financial year.
13. The Company:

- i) has not made any allotment/ transfer/ transmission of securities during the financial year.
 - ii) has not deposited any amount in a separate Bank Account as no dividend was declared during the financial year
 - iii) has not posted warrants to any member as no dividend was declared during the financial year.
 - iv) has no amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years.
 - v) has duly complied with the requirements of section 217 of the Act.
14. The Board of directors of the Company is duly constituted. The appointment of additional director was duly made. However, there was no appointment of alternate directors and directors to fill casual vacancies during the financial year.
15. The Company has not appointed Managing Director/Whole Time Director/Manager during the financial year.
16. The Company has not appointed any sole selling agent during the financial year.
17. During the financial year, the Company has obtained the approval from Hon'ble High Court of Rajasthan at jaipur for petition filed by it for reduction of capital u/s 100 of the Companies Act, 1956. The Company was not required to obtain approvals of the Company Law Board, Regional Director, Registrar and /or 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 Act and the rules made there under.



19. The Company has not issued any shares, debentures or any other security during the financial year.
20. The Company has not bought back any shares or debentures 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 rights to dividend, right shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted deposits including unsecured loans falling within the purview of section 58A during the financial year.
24. The Company has not borrowed any money from directors, members, public, financial institutions, banks and others pursuant to section 293(1)(d) of the Companies Act, 1956 and corresponding section 180(1)(c) of Companies Act, 2013 during the financial year ended 31st March 2014.
25. The Company has not made loans and investments, or given guarantees or provided securities to other bodies corporate during the financial year.
26. The Company has not altered the provisions of the memorandum with respect to the situation of the registered office of the Company from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the memorandum with respect to the objects of the Company during the year under scrutiny.



28. The Company has not altered the provisions of the memorandum with respect to name of the Company during the year under scrutiny and complied with the provisions of the Act.
29. The Company has not altered the provisions of the memorandum with respect to 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 or show cause notices received by the Company and no fines or penalties or any other punishment imposed on the Company during the financial year for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has not constituted a separate provident fund trust for its employees or class of its employee as contemplated under section 418 of the Act.

Place: Noida
Date: 06 May 2014



For V. K. Sharma & Co.
Company Secretaries

Sheema

(V. K. Sharma)
C.P. No. 2019

Annexure 'A'

Registers as maintained by **INDIA STEAMSHIP LIMITED**

1. Register of Members under section 150 of the Act.
2. Minutes Book for the meetings of Shareholders and Board under section 193 of the Act.
3. Register of Directors, Managing/Whole time Directors, Managers and Secretary under section 303 of the Act.
4. Register of Directors Shareholdings' under section 307 of the Act.
5. Register of Share Transfers.
6. Books of Accounts u/s 209.

Place: Noida
Date: 06 May 2014



For V. K. Sharma & Co.
Company Secretaries

Sharma

(V. K. Sharma)
C.P. No. 2019

Annexure 'B'

Forms and Returns as filed by **INDIA STEAMSHIP LIMITED** with the Registrar of Companies during the financial year ended 31st March 2014.

Sl. No.	Form/Return	Filed u/s	For the matters	Date of Filing	Whether filed Within prescribed time Yes/No	If delay in Filing whether prescribed Additional fee paid Yes/No
1	Form-66	383(A)	Secretarial Compliance	24.09.2013	Yes	N/A
2	Form-32	303(2)	Appointment of Additional Director & cessation of Director	23.10.2013	Yes	N/A
3	Form-23AC/ACA XBRL	220	Balance Sheet as at 31 st March 2013	05.10.2013	Yes	N/A
4	Form-20B	159	Annual Return made upto 12.09.2013	08.11.2013	Yes	N/A
5	Form -21	102(1)	High Court Order for Reduction of Share capital	27.12.2013	Yes	N/A

Place: Noida
Date: 06 May 2014



For V. K. Sharma & Co.
Company Secretaries

Sharma

(V. K. Sharma)
C.P. No. 2019

INDEPENDENT AUDITOR'S REPORT

To the Members of India Steamship Limited,

Report on the Financial Statements

We have audited the accompanying financial statements of India Steamship Limited ("the Company") which comprise of the Balance Sheet as at 31st March'2014, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for 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 Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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 audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

- In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March'2014.
- In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- In the case of Cash Flow Statement, of the cash flows for the year ended on that date.



Report on the Other Legal and Regulatory Requirements

1. As required by the companies (Auditor's Report) order, 2013 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statements on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, 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 purpose of our audit;
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those book;
 - c. The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - d. In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e. On the basis of written representations received from the directors as on 31st March'2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March'2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the companies Act 1956.

Place: New Delhi

Date: 6 MAY 2014



For SINGHI & CO.
Chartered Accountants
Firm Reg. No.302049E

B.K. Sipani
Partner
Membership No. 88926

Annexure referred to in paragraph 1 of our report of even date on the other legal and regulatory requirements (Re: India Steamship Limited)

- (i) The Company has no fixed assets; hence clause 4(i) (a) (b) and (c) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable.
- (ii) The Company has no inventory; hence clause 4(ii) (a) (b) and (c) Companies (Auditor's Report) Order, 2003 (as amended) are not applicable.
- (iii) According to the information and explanations given to us, during the year the Company has not granted any loan secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies' Act, 1956.
- (iv) The activities of the Company do not involve purchase of inventory and fixed assets and sale of goods and services. Therefore, provision of clause 4(iv) of Companies (Auditor's Report) Order, 2003 (as amended) is not applicable.
- (v) In our opinion and according to the information and explanations provide by the management, there are no contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act 1956. Accordingly the provision of clause 4(iii)(e) to (g) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable.
- (vi) The Company has not accepted any deposit from public in terms of Section 58A and 58AA of the Companies Act, 1956 and rules framed thereunder.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size of the Company and nature of its business.
- (viii) Rules made by Central Government for the maintenance of cost records under section 209(1) (d) of the Companies Act, 1956 are not applicable to the company.
- (ix) (a) According to the records of the Company, the company has been regular in depositing statutory dues, wherever applicable. The company has no liability towards Provident Fund, Investor Education and Protection Fund, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess.
(b) According to the records of the Company there are no dues outstanding on account of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty and Excise Duty and cess on account of any dispute.
- (x) The clause regarding accumulated loss and cash loss is not applicable on the company being second year of the registration of the Company.
- (xi) The Company has not taken any loan from financial institution, bank or debenture holders. Therefore, the provisions of clause 4(xi) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable.
- (xii) According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.



Singhi & Co.

Chartered Accountants

- (xiii) In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 (as amended), are not applicable to the Company.
- (xiv) The Company does not deal or trade in shares, securities, debentures and other securities; hence the clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 (as amended), is not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from bank & financial institutions.
- (xvi) The Company has not obtained any term loan during the year.
- (xvi) The Company has not raised any fund on short term basis.
- (xviii) The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- (xix) The Company did not have any outstanding debenture against which security or charge is required to be created.
- (xx) The Company has not raised any money through a public issue during the year.
- (xxi) Based on our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practice in India and according to the information and explanations given to us, no fraud on or by the Company, noticed or reported during the year.

Place: New Delhi
Dated: 6 MAY 2014



For SINGHI & CO
Chartered Accountants
Firm Reg.no 302049E

B.K.Sipani
Partner
Membership No.088926

India Steamship Limited
Balance Sheet as at March 31, 2014

	Note No.	As at March 31, 2014	As at March 31, 2013
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	3	2,500,000	31,000,000
(b) Reserve & Surplus	4	318,982	19,264,423
		<u>2,818,982</u>	<u>50,264,423</u>
(2) Current Liabilities			
(a) Trade payables	5	13,483	13,483.00
(b) Other current liabilities	6	1,236	1,236.00
(c) Short-term provisions	7	-	830
		<u>14,719</u>	<u>15,549</u>
Total		<u><u>2,833,701</u></u>	<u><u>50,279,972</u></u>
II. ASSETS			
(1) Current Assets			
(a) Cash and cash equivalents	8	2,510,437	50,245,451
b) Short Term Loans and Advances	9	323,264	-
(c) Other current assets	10	-	34,521
		<u>2,833,701</u>	<u>50,279,972</u>
Total		<u><u>2,833,701</u></u>	<u><u>50,279,972</u></u>
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the financial statements.
As per our report of even date

For Singhi & Co.
Chartered Accountants
Firm's Registration No.: 302049E


B.K. Sipani
Partner
Membership No.: 88926

For and on behalf of the Board of Directors of
India Steamship Limited


Anil Kapoor
Director


Abhay Bajaj
Director

Place : New Delhi
Date: 6 MAY 2014



Place : New Delhi
Date: 06.05.2014

India Steamship Limited
Statement of Profit and Loss for the year ended March 31, 2013

	Note No.	Year Ended March 31, 2014	(Amt. in Rs.) Year Ended March 31, 2013
I Other income	11	3,151,710	4,626,263
II Total Revenue (I+II)		<u>3,151,710</u>	<u>4,626,263</u>
III Expenses:			
Other expenses	12	908,529	47,572
Total Expenses		<u>908,529</u>	<u>47,572</u>
IV Profit before exceptional items and tax (II-III)		<u>2,243,181</u>	<u>4,578,690</u>
V Exceptional items		-	-
VI Profit before tax (IV-V)		<u>2,243,181</u>	<u>4,578,690</u>
VII Tax expenses:			
(1) Current tax		688,622	1,406,564
(2) Deferred tax		-	-
Total tax expense		<u>688,622</u>	<u>1,406,564</u>
VIII Profit/(Loss) for the period (VI-VII)		<u>1,554,559</u>	<u>3,172,126</u>
IX Earning per equity share:			
Basic and Diluted (in Rs.)	13	0.96	1.51
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the financial statements.
As per our report of even date

For Singhi & Co.
Chartered Accountants
Firm's Registration No.: 302049E


B.K. Sipani
Partner
Membership No.: 88926

For and on behalf of the Board of Directors of
India Steamship Limited


Anil Kapoor
Director


Abhay Bajaj
Director

Place : New Delhi
Date: 6 MAY 2014



Place : New Delhi
Date: 06.05.2014

India Steamship Limited

Cash Flow Statement for the year ended March 31, 2014

Particulars	Year ended March 31, 2014 (Amount in Rs.)	Year ended March 31, 2013 (Amount in Rs.)
A. Cash flow from operating activities :		
Profit/(Loss) before tax.	2,243,181	4,578,690
Less : Interest on fixed deposit	(3,147,020)	(4,626,263)
Add : Expenses related to Capital Reduction	53,461	-
Operating profit/ (loss) before working capital changes	(850,378)	(47,573)
Movement in working capital :		
Decrease /(Increase) in current assets	-	-
(Decrease) /Increase in current liabilities	-	(14,455)
Cash generated from operations	(850,378)	(62,028)
Direct taxes paid (net of refunds)	(1,012,716)	(1,884,826)
Net cash flow from operating activities	(1,863,094)	(1,946,854)
B. Cash flow from investing activities		
Interest income on fixed deposit	3,181,541	5,001,304
Investment in Fixed Deposit	-	-
Proceeds from deposits matured (with maturity more than 3 months)	-	46,436,292
Net cash flow from/(used) in investing activities	3,181,541	51,437,596
C. Cash flow from financing activities		
Payment to equity share holders	(39,000,000)	-
Payment to preference share holders	(10,000,000)	-
Expenses related to Capital Reduction	(53,461)	-
Net cash used from financing activities	(49,053,461)	-
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(47,735,015)	49,490,742
Cash and cash equivalents at the beginning of the year	50,245,451	754,709
Cash and cash equivalents at the end of the year	2,510,436	50,245,451
Components of cash and cash equivalents as on 31.03.2013		
Balances with banks :		
- on current account	2,510,437	245,451
- on fixed deposit accounts	-	50,000,000
Net cash and cash equivalents	2,510,437	50,245,451
Less: Fixed deposit having maturity more than 3 months	-	-
Net cash and cash equivalents	2,510,437	50,245,451

As per our report of even date

For Singhi & Co.
Chartered Accountants
Firm's Registration No.: 302049E



B.K. Sipani
Partner
Membership No.: 88926

For and on behalf of the Board of Directors of
India Steamship Limited



Anil Kapoor
Director



Abhay Baijal
Director

Place : New Delhi
Date: 6 MAY 2014



Place : New Delhi
Date: 06.05.2014

India Steamship Limited

Notes annexed to and forming part of the Financial Statements as at March 31, 2014

1. Nature of Operations

India Steamship Limited (the Company) was incorporated on April 01, 2011 as a public limited company. The Company is a wholly owned subsidiary of Chambal Fertilisers and Chemicals Limited.

2. Statement of Significant Accounting Policies

a) Basis of Preparation

The financial statements have been prepared to comply in all material respects with the notified Accounting Standards by the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company.

b) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

c) Classification of Assets and Liabilities as Current and Non Current

All assets and liabilities are classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Revised Schedule VI to the Companies Act, 1956. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, twelve months has been considered by the Company for the purpose of current/ non-current classification of assets and liabilities.

d) Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in the value is made to recognise a decline other than temporary in the value of the investments.

e) Earning per share

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

f) Provisions

A Provision is recognized when an enterprise 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 management 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 management estimates.

g) Cash and Cash equivalents

Cash and cash equivalents in the cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

h) Revenue Recognition

Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

3) Share Capital

Authorized:

(Amount in Rs.)

	As at March 31,2014	As at March 31,2013
45,000,000 equity shares of Rs.10 each	450,000,000	450,000,000
10,000,000 Redeemable Preference shares of Rs.10 each	100,000,000	100,000,000
Total	550,000,000	550,000,000

Issued and Subscribed:

(Amount in Rs.)

	As at March 31,2014	As at March 31,2013
250,000* equity shares of Rs.10 each (previous year 41,050,000 equity shares of Rs.10 each)	2,500,000	410,500,000
NIL* (previous year 10,000,000) 0.01% Non Cumulative Redeemable Preference shares of Rs.10 each (Re.1 paid up)	--	100,000,000
Total	2,500,000	510,500,000

Paid Up:

(Amount in Rs.)

Particulars	As at March 31,2014	As at March 31,2013
250,000* (Previous year 50,000) equity shares of Rs.10 each fully paid up	2,500,000	500,000
NIL* (previous year 41,000,000) equity shares of Rs.10 each Re.0.50 called and paid up)	--	20,500,000
NIL* (previous year 10,000,000) 0.01% Non Cumulative Redeemable Preference shares of Rs.10 each (Re.1 paid up)	--	10,000,000
Total	2,500,000	31,000,000

The Hon'ble High Court of Rajasthan at Jaipur vide its order dated November 28, 2013 has approved the resolution dated 03,December, 2012 of shareholders for the reduction of capital of the Company. In view of this, the Company has refunded an aggregate amount of Rs. 4,90,00,000 (including share premium of Rs. 2,05,00,000) to the equity and preference shareholders of the Company. Accordingly the issued, subscribed and paid Up share capital of India Steamship Limited, stands reduced from Rs. 51,05,00,000 (Rupees Fifty One Crore Five Lac only) divided into 50,000 (fifty thousand) equity shares of Rs. 10/- each fully paid up, 4,10,00,000 (Four Crore



Ten Lac) partly paid up equity shares of Rs. 10/- each {Rs. 0.50 per share paid up} and 1,00,00,000 (One Crore) non-cumulative redeemable partly paid preference shares of Rs. 10/- each {Re.1/- per share paid up} to Rs. 25,00,000/- (Rupees Twenty Five Lacs only) divided into 2,50,000 (Two Lac Fifty Thousand) fully paid up equity shares of Rs.10/- each .

b) Terms and Rights of Shares-

- **Equity Shares:** The equity shares shall rank pari passu inter se in all respects. No member shall be entitled to vote in respect of any shares on which calls or other sums which are payable have not been paid. On a show of hands, every member shall have one vote and upon a poll, voting right of every member shall be in proportion to his/her share of paid-up equity share capital of the Company. All dividends shall be apportioned and paid proportionately to the amount paid on the shares.

c) Reconciliation of Equity Share Capital

Particulars	31st March, 2014			31st March, 2013		
	Equity	Preference	Amount in Rs	Equity	Preference	Amount in Rs.
Shares at the beginning of the year	41,050,000	10,000,000	31,000,000	41,050,000	10,000,000	31,000,000
Shares Issued during the year	-	-	-	-	-	-
Reduction of share capital	40,800,000	10,000,000	28,500,000	-	-	-
Shares outstanding at the end of the year	250,000	-	2,500,000	41,050,000	10,000,000	31,000,000

d) Detail of shareholders holding more than 5% shares in the Company :

- 249,400 (Previous year 41,049,400) 99.76% (Previous year 99.99%) equity shares held by Chambal Fertilisers and Chemicals Limited, the Holding Company
- Further, 600 (Previous year 600) 0.24% (Previous year 0.01%) equity shares held by nominees of the holding Company.

4) Reserve and Surplus

Particulars	(Amount in Rs.)	
	As at March 31,2014	As at March 31,2013
Security Premium		
Balance as per last financial statements	20,500,000	20,500,000
Less : Utilized during the year	20,500,000	-
	(A)	20,500,000
Surplus / (Deficit) in Statement of Profit & Loss		
Opening Profit & Loss Balance	(1,235,577)	(4,407,703)
Add Profit & Loss Account for the period	1,554,559	3,172,126
	(B)	(1,235,577)
Total (A+B)	318,982	19,264,423



5) Trade Payable

(Amount in Rs.)

Particulars	As at March 31,2014	As at March 31,2013
Outstanding dues to creditors other than Micro and Small Enterprises	13,483	13,483
Total	13,483	13,483

6) Other Current Liabilities

(Amount in Rs.)

Particulars	As at March 31,2014	As at March 31,2013
Payables to Holding Company	-	1236
Accrued Expenses	1236	
Total	1236	1236

7) Short-term provisions

(Amount in Rs.)

Particulars	As at March 31,2014	As at March 31,2013
Provision for taxation (net of advance tax payments)	--	830
Total	--	830

8) Cash and Bank Balances

(Amount in Rs.)

Particulars	As at March 31,2014	As at March 31,2013
Balances with Bank on current account	2,510,437	245,451
Deposit with Bank (maturity upto Three months)	--	50,000,000
Total	2,510,437	50,245,451

9) Short Term Loans and Advances

(Amount in Rs.)

Particulars	As at March 31,2014	As at March 31,2013
Advance Tax (net of provision)	323,264	--
Total	323,264	--

10) Other Current Assets

(Amount in Rs.)

Particulars	As at March 31,2014	As at March 31,2013
Interest accrued on Fixed Deposit	--	34,521
Total	--	34,521

11) Other Income

(Amount in Rs.)

Particulars	Year ended March 31,2014	Year ended March 31,2013
Interest on Deposits	3,147,020	4,626,263
Miscellaneous income	4690	
Total	3,151,710	4,626,263



12) Other Expenses

(Amount in Rs.)

Particulars	Year ended March 31,2014	Year ended March 31,2013
Bank Charges	486	300
Rates and taxes	2,510	9
Legal and professional fee	628,206	33,780
Advertisement Expenses	2,63,844	-
Audit fees-		
Audit fee	13,483	13,483
Total	9,08,529	47,572

13) Earning Per Share (EPS)

(Amount in Rs.)

Particulars	Year ended March 31,2014	Year ended March 31,2013
Profit / (Loss) for the year as per Statement of profit and loss after tax	1,554,559	3,172,126
Calculation of weighted average number of equity shares		
Number of equity shares at the beginning of the year		
- Fully Paid 50,000		
- Partly paid (Rs.0.50 paid) shares 41,000,000		
Number of equity shares issue during the year Nil		
- Total equity shares outstanding at the end of the year	2,50,000	4,10,50,000
Weighted average number of equity shares outstanding during the year	16,23,562	21,00,000
Basic and Diluted Earnings Per Share (in Rs.)	0.96	1.51
Nominal Value of Equity Shares (in Rs.)	10	10

14) Related Party Disclosures

In accordance with the requirements of Accounting Standard – 18 on "Related Party Disclosures" notified by (Accounting Standard) Rules, 2006 (as amended) where control exists and transactions have taken place, the description of the relationship as identified and certified by management are as follows:

Related party relationships:

Holding Company	Chambal Fertilisers and Chemicals Limited
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Transactions with related parties during the year:

(Amount in Rs.)

Nature of Transaction	2013-14	2012-13
Reimbursement of expenses	-	1236
Subscription to Equity Share		-
Subscription to Preference Share		-
Outstanding payable at the end of the year	-	1236



- 15) Previous year's figures have been regrouped and/or rearranged wherever necessary to conform to this year's classification.

As per our report of even date

For Singhi & Co
Chartered Accountants
Firm's Registration No. 302049E



B.K. Sipani
Partner
Membership No.: 88926

Place: New Delhi

Date: 6 MAY 2014

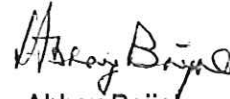
For and on behalf of the Board of Directors of
India Steamship Limited



Anil Kapoor
Director

Place: New Delhi

Date: 06.05.2014



Abhay Baijal
Director

