

# UNITED SHIPPERS LIMITED

## CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2017

		As at 31st March, 2017	As at 31st March, 2016
		₹	₹
<b>EQUITY &amp; LIABILITIES</b>			
<b>Shareholders Funds :</b>			
Share Capital	2	46,187,450	50,292,180
Reserves & Surplus	3	4,278,170,161	4,386,174,932
		4,324,357,611	4,436,467,112
 <b>Non-Current Liabilities</b>			
Long - Term Borrowings	4	332,608,478	460,685,144
Deferred Tax Liabilities	5	245,212,591	233,715,107
Other Long - Term Liabilities	6	-	-
Long - Term Provisions	7	7,268,629	6,088,762
		585,089,698	700,489,013
 <b>Current Liabilities</b>			
Short - Term Borrowings	8	1,278,372,148	499,141,939
Trade Payables	9	338,897,597	275,772,451
Other Current Liabilities	10	153,697,739	87,371,152
Short-Term Provisions	11	65,116,618	865,330
		1,836,084,102	863,150,872
<b>TOTAL</b>		<b>6,745,531,411</b>	<b>6,000,106,997</b>
 <b>ASSETS</b>			
<b>Non-Current Assets</b>			
<b>Fixed Assets</b>			
Tangible Assets	12	2,686,905,565	2,613,653,307
Intangible Assets	12	2,993,334	6,722,840
Capital Work-In-Progress		-	145,340,452
Goodwill on Consolidation		50,169,213	49,181,619
Non-Current Investments	13	1,760,068,596	998,781,385
Deferred Tax Assets	5	7,006,820	19,185,482
Long -Term Loans And Advances	14	122,069,163	229,786,561
Other Non-Current Assets	15	160,133,674	162,285,407
		4,789,346,365	4,224,937,053
 <b>Current Assets</b>			
Current Investments	16	696,660,248	629,153,260
Inventories - Consumables & Spares		35,297,144	13,904,342
Trade Receivables	17	913,967,015	597,939,554
Cash And Bank Balances	18	191,086,217	169,307,491
Short-Term Loans And Advances	19	105,090,479	346,980,107
Other Current Assets	20	14,083,943	17,885,190
		1,956,185,046	1,775,169,944
<b>TOTAL</b>		<b>6,745,531,411</b>	<b>6,000,106,997</b>

Significant Accounting Policies 1

As per our report of even date  
For BATLIBOI & PUROHIT  
Chartered Accountants  
ICAI Firm Reg.No.101048W

For and on behalf of the Board

Kaushal A. Mehta  
Partner  
M.No. 111749  
Mumbai  
26<sup>th</sup> May, 2017

Nagendra Agarwal  
Company Secretary

Paras Dakalia  
Director (Finance)

S.J.Parekh  
Chairman -cum-Managing Director

# UNITED SHIPPERS LIMITED

## CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

	Notes	31st March, 2017 ₹	31st March, 2016 ₹
<b>INCOME</b>			
Revenue from Operations	21	3,870,713,255	3,928,504,696
Other Income	22	173,108,480	132,724,489
<b>Total Income</b>		<b>4,043,821,735</b>	<b>4,061,229,185</b>
<b>EXPENSES</b>			
Operating Expenses	23	2,931,522,899	3,043,418,385
Employee Benefits Expenses	24	258,978,352	279,092,847
Other Expenses	25	154,922,342	121,255,360
<b>Total Expenses</b>		<b>3,345,423,593</b>	<b>3,443,766,592</b>
Earning before interest, tax, depreciation and amortization (EBITDA)		698,398,142	617,462,593
Finance Cost	26	38,303,650	17,763,515
Depreciation/amortization	12	353,851,864	290,015,846
<b>Profit before tax &amp; exceptional items</b>		<b>306,242,627</b>	<b>309,683,232</b>
<b>Exceptional Item</b>			
Less: Diminution in value of Investment		-	36,000,000
Add: Profit on sale of stake in JV		-	65,596,953
Add: Profit on sale of Non Current Investment		-	23,966,250
<b>Profit before tax</b>		306,242,627	363,246,435
<b>Tax expenses</b>			
Current Tax		89,802,156	87,851,504
Deferred Tax		23,676,145	(5,356,074)
Prior year tax adjustments		-	(3,496)
Mat credit entitlement		(9,645,066)	(10,266,203)
<b>Total Tax Expenses</b>		<b>103,833,235</b>	<b>72,225,731</b>
<b>Profit for the year before Minority Interest</b>		<b>202,409,392</b>	<b>291,020,704</b>
<b>Less: Minority Interest upto June -2015</b>		-	740,581
<b>Profit for the year</b>		<b>202,409,392</b>	<b>290,280,123</b>
<b>Earning per Share ( Basic and diluted )</b>		<b>40.28</b>	<b>54.73</b>

Significant Accounting Policies

1

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Chairman -cum-Managing Director

# UNITED SHIPPERS LIMITED

## CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE QUARTER & YEAR ENDED 31ST MARCH, 2017

	QUARTER ENDED			Audited results for year ended 31st March	Audited results for year ended 31st March
	31.03.2017	31.12.2016	31.03.2016	2017	2016
	₹	₹	₹	₹	₹
<b>INCOME</b>					
Revenue from Operations	1,303,729,743	1,004,004,061	863,316,809	3,870,713,255	3,928,504,696
Other Income	49,048,384	30,797,622	30,151,810	173,108,480	132,724,489
<b>Total Revenue</b>	<b>1,352,778,127</b>	<b>1,034,801,683</b>	<b>893,468,619</b>	<b>4,043,821,735</b>	<b>4,061,229,185</b>
<b>EXPENSES</b>					
Operating Expenses	1,001,122,474	749,573,871	698,457,354	2,931,522,899	3,043,418,385
Employee benefits expenses	77,663,470	55,816,665	55,802,442	258,978,352	279,092,847
Other expenses	71,277,046	26,140,612	43,445,571	154,922,342	121,255,360
<b>Total Expenses</b>	<b>1,150,062,990</b>	<b>831,531,148</b>	<b>797,705,367</b>	<b>3,345,423,593</b>	<b>3,443,766,592</b>
Earning before interest, tax, depreciation and amortization (EBITDA)	202,715,137	203,270,535	95,763,252	698,398,142	617,462,593
Finance Cost	2,589,816	15,400,748	4,366,228	38,303,650	17,763,515
Depreciation & amortization	88,313,602	90,268,942	82,076,134	353,851,864	290,015,846
<b>Profit before exceptional item and tax</b>	<b>111,811,718</b>	<b>97,600,845</b>	<b>9,320,890</b>	<b>306,242,627</b>	<b>309,683,232</b>
<b>Exceptional Item</b>					
Less: Diminution in value of Investment	-		36,000,000	-	36,000,000
Add: Profit on sale of stake in JV	-	-	-	-	65,596,953
Add: Profit on sale of Non Current Investment	-	-	-	-	23,966,250
		-	-		
<b>Profit before Tax</b>	<b>111,811,718</b>	<b>97,600,845</b>	<b>(26,679,110)</b>	<b>306,242,627</b>	<b>363,246,435</b>
<b>Tax expenses</b>					
Current Tax	32,819,395	34,326,378	(4,275,293)	89,802,156	87,851,504
Deferred Tax	11,210,787	4,221,199	(10,581,922)	23,676,145	(5,356,074)
Prior year tax adjustments	-	-	(3,496)	-	(3,496)
Mat credit entitlement	(1,384,158)	(5,256,071)	(1,608,770)	(9,645,066)	(10,266,203)
<b>Total Tax Expenses</b>	<b>42,646,024</b>	<b>33,291,506</b>	<b>(16,469,481)</b>	<b>103,833,235</b>	<b>72,225,731</b>
<b>Profit for the period before Minority Interest</b>	<b>69,165,694</b>	<b>64,309,339</b>	<b>(10,209,629)</b>	<b>202,409,392</b>	<b>291,020,704</b>
<b>Less: Minority Interest upto June-2015</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>740,581</b>
<b>Profit for the period</b>	<b>69,165,694</b>	<b>64,309,339</b>	<b>(10,209,629)</b>	<b>202,409,392</b>	<b>290,280,123</b>

Earnings per share computed on the basis of total profit for the period/year on weighted average

13.80

12.79

(2.03)

40.28

54.73

As per our report of even date  
For BATLIBOI & PUROHIT  
Chartered Accountants  
ICAI Firm Reg.No.101048W

For and on behalf of the Board

Kaushal A. Mehta  
Partner  
M.No. 111749  
Mumbai  
26<sup>th</sup> May, 2017

Nagendra Agarwal  
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Paras Dakalia  
Director (Finance)

S.J. Parekh  
Chairman-cum-Managing Director

## UNITED SHIPPERS LIMITED

### Notes to Consolidated Financial Statements for the year ended 31st March, 2017

- a The financial statements of the Company and its subsidiary/Joint Venture companies are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra group balances and intra group transactions in accordance with Accounting Standard (AS) 21 - "Consolidated Financial Statements".
- b As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate financial statements.
- c The notes and significant policies to the CFS are intended to serve as a guide for better understanding of the Group's position. In this respect, the company has disclosed such notes and policies which represent the required disclosure.

**B The list of subsidiaries included in the consolidated financial statements are as under:**

Sr.No.	Name of the Company	Relationship	Country of Incorporation	Proportion of ownership interest(%)
1	USL Shipping DMCEST	Subsidiary	UAE	100
2	Bulk Shipping Pte. Ltd.	Subsidiary	Singapore	100
3	USL Packaging Ltd.	Subsidiary	India	100
4	USL NMM Logistics Ltd.	Subsidiary	India	100
5	USL Logistics Pvt.Ltd.	Subsidiary	India	100
6	Shakti Clearing Agency Pvt.Ltd.	Subsidiary	India	100
7	United Bulk Logisic LLC	Subsidiary	Qatar	49
8	USL Lanka Logistics Pvt Ltd (w.e.f.27th July, 2016)	Joint Venture	Srilanka	40  (100% beneficial ownership)



**c Significant Accounting Policies :**

**a. Basis of accounting**

The Company maintains its accounts on accrual basis, by following the historical cost convention in accordance with generally accepted accounting principles (GAAP), in compliance with the provisions of the Companies Act, 2013 (the Act) and the Accounting standards as specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules 2014 and other applicable statutory enactments.

**c Revenue Recognition :**

Income & expenditure are recognised and accounted on accrual basis. In case of uncertainty in either aspect, revenue recognition is postponed till the time of realising such claim.

**d Fixed Assets and Depreciation :**

All fixed assets are valued at acquisition cost/cost of own construction less accumulated depreciation. Depreciation has been calculated on Straight Line method (SLM) based on the useful life prescribed in Schedule II of the Companies Act, 2013, on a pro-rata basis. Lease hold improvements are amortised over the period of lease.

c The cost of fixed assets of USL Shipping DMCEST has been depreciated by equal annual installments over their estimated useful lives as follows:

Vessels	14 years
Machineries	9 years
Furniture & Office Equipments	5 years
Vehicles	5 years

Depreciation on additions is calculated on pro - rata basis from the month of additions and deletion upto the month of deletion of the asset.

The estimated useful lives of assets of USL Lanka Logistics (Pvt.) Ltd. are as follows;

Furniture & Fittings	6 years
Office Equipments	5 years
Computer & Other Equipments	4 years

**e Stores & Spares**

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is based on the First in First Out (FIFO) method.

**f Investments :**

Long Term Investments are stated at cost plus stamp charges. Current investments are valued at cost or market value, whichever is lower on the last date of the Financial Year.

**g Borrowing Cost:**

Borrowing Costs include interest, fees and other charges incurred in connection with the borrowing of funds and is considered as revenue expenditure for the year in which it is incurred except for borrowing costs attributed to the acquisition/improvement of qualifying capital assets and incurred till the commencement of commercial use of the asset and which is capitalised as cost of that asset.

## **h Employee's benefit**

### Short Term Employee Benefits

Short Term benefits are recognised in the period during which the services have been rendered.

### Long Term Employee Benefits

#### i Provident Fund:

All employees of the Company are entitled to receive benefits under the Provident Fund, which is a defined contribution plan. Both the employees and the employer make monthly contributions to the plan at a predetermined rate (presently 12%) of the employees' basic salary. These contributions are made to the fund administered and managed by the Government of India. The Company's contributions to the above scheme are expensed. The Company has no further obligations under the plan beyond its monthly contributions.

#### ii. Gratuity

The Company provides for gratuity obligations through a defined benefit retirement plan (the Gratuity Plan) covering all employees. The Gratuity Plan provides a lump sum payment to vested employees at retirement or termination or resignation of employment based on the respective employee salary and years of employment with the Company. The Company make provision for the Gratuity Plan based on actuarial valuations in accordance with Accounting Standard 15 (revised), "Employees Benefits". The present value of obligation under gratuity is determined based on actuarial valuation using Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

#### iii. Other Long Term Benefits

##### Leave Encashment (Defined Benefit Plan)

The Company provides for the liability at period end on account of unavailed earned leave as per the actuarial valuation as per the Projected Unit Credit Method. Actuarial gains and losses are recognized as and when arises.

The above laws are not applicable for foreign subsidiaries, which are governed by local laws of respective country.

## **i Foreign Exchange Transactions**

Freight Income in foreign currency is recorded at prevailing exchange rate as on the date of transaction. The difference between actual realization and the recorded rate is dealt with in the the statement of profit and loss. The chartered freight expenditure are recorded at actual rates. Foreign Currency receivables and payables are translated at closing rate and the exchange gains/ losses are recognized in the statement of profit and loss.

The foreign currency loan outstanding at the year end is converted at prevailing closing rate of the respective currency and gain or loss due to foreign exchange fluctuations is transferred to the respective cost of the underlying asset for which the loan was used.

## **j Taxation**

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred income tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Unrecognised deferred tax assets of earlier years are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realised.

Advance Tax and Tax deducted at sources are presented in the Balance Sheet after netting off provisions for income tax and income tax refunds.

Minimum alternative tax (MAT) under the provisions of income tax Act, 1961 is recognised as current tax in the statement of profit and loss. Credit available under the act in respect of MAT paid is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the period for which the MAT credit can be carried forward for set off against the normal tax liability. MAT credit recognised as an asset is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

## **k Impairment of Assets:**

The Fixed Assets or a group of assets are reviewed for impairment at the end of each Balance Sheet date. In case of any such indication, the recoverable amount of these assets is determined, and if such recoverable amount of assets or cash generating unit to which the asset belongs is less than its carrying amount, the impairment loss is recognized by writing down such assets to their recoverable amount. An impairment loss is reversed if there is change in the recoverable amount and such loss either no longer exists or has decreased.

## **l Provisions, Contingent Liabilities and Contingent Asset.**

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognised nor disclosed in the financial statements.



**m Earning Per Share:**

In accordance with the Accounting Standard 20 (AS-20) "Earnings Per Share " issued by the Institute of Chartered Accountants of India, basic / diluted earnings per share is computed using the weighted average number of shares outstanding during the period. The Company has not issued any potential dilutive equity shares.

**n Leases**

Operating Lease - Leases, where the lesser retains, substantially all the risk can rewards incidental to ownership of the leased assets are classified as operating lease. Operating lease expenses are recognised in the statement of profit and loss on straightline basis over the leased term.

**o Cash and Cash equivalents**

Cash and cash equivalents for the purpose of cash flow statement comprise cash in hand, cash at bank, demand deposits with banks and other short-term highly liquid investments / deposits with an original maturity of three months or less.

## Notes to Consolidated Financial Statements for the year ended 31st March, 2017

2. Share Capital	As at 31st March, 2017	As at 31st March, 2016
	₹	₹
<b>Authorised Shares</b>		
80,00,000 (31st March 2016:80,00,000)Equity Shares of Rs.10/- each	80,000,000	80,000,000
2,00,000 (31st March 2016:2,00,000)Preference Shares of Rs.100/- each	20,000,000	20,000,000
70,00,000 (31st March 2016:70,00,000) Preference Shares of Rs. 10/- each	70,000,000	70,000,000
30,00,000 (31st March 2016:30,00,000)Unclassified Shares of Rs. 10/- each	30,000,000	30,000,000
	<b>200,000,000</b>	<b>200,000,000</b>
<b>Issued and Subscribed and fully paid-up shares</b>		
c 46,18,745 ( 31st March 2016: 50,29,218 ) Equity Shares of Rs.10/- each fully paid	46,187,450	50,292,180
	<b>46,187,450</b>	<b>50,292,180</b>

### a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares	No.of Shares	As at 31st Mar, 2017	No.of Shares	As at 31st March 2016
		₹		₹
At the beginning of the period	5,029,218	50,292,180	5,916,728	59,167,280
Bought back during the period	410,473	4,104,730	887,510	8,875,100
Outstanding at the end of the period	<b>4,618,745</b>	<b>46,187,450</b>	<b>5,029,218</b>	<b>50,292,180</b>

### b. Shares held by holding company

	As at 31st March, 2017	As at 31st March, 2016
	₹	₹
Oricon Enterprises Limited, the holding company	29,695,520	29,695,520
29,69,552(31 March 2016 : 29,69,552) equity shares of ₹10 each fully paid		

### c. Details of shareholders holding more than 5% shares in the company

	No.of Shares	As at 31st Mar, 2017	No. of Shares	As at 31st March 2016
		% holding in the class		% holding in the class
Oricon Enterprises Limited, the holding company	2,969,552	64.293%	2,969,552	59.046%
Logiscor Ltd	547,297	11.849%	547,297	10.882%
Sujata Parekh Kumar	450,828	9.760%	450,828	8.964%

The Company has only one class of equity shares having par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share with a right to receive per share dividend declared by the Company.

In the event of liquidation, the equity shareholders are entitled to receive remaining assets of Company (after distribution of all preferential amounts) in the proportion of equity shares held by the Shareholders.

	As at 31st March, 2017	As at 31st March, 2016
	₹	₹
<b>3. Reserves and Surplus</b>		
Capital Reserve	83,261	83,261
Capital Redemption Reserve		
Balance as per the last financial statements	82,400,100	73,525,000
Add :Amount transferred from profit and loss for buy back u/s 69 of the Companies Act, 2013	4,104,730	8,875,100
	<u>86,504,830</u>	<u>82,400,100</u>
Securities Premium account	67,356,423	796,872,223
Less: Premium on buy back of shares	67,356,423	729,515,800
	-	67,356,423
General Reserve		
Balance as per the last financial statements	753,874,407	753,874,407
Less: Premium on buy back of shares	162,508,457	-
Closing Balance	<u>591,365,950</u>	<u>753,874,407</u>
<b>Surplus/(deficit) in the statement of profit &amp; loss</b>		
Balance as per last financial statements	3,048,653,281	2,955,850,276
Profit for the year	202,409,392	290,280,123
Less: Appropriations		
Interim Dividend	-	(100,584,360)
Tax on Interim Dividend	-	(20,480,022)
Tax on distributed income on buy back (u/s 115 QA)	(53,034,425)	(84,158,952)
Proposed final equity dividend	-	-
Tax on proposed equity dividend	-	-
Proposed final equity dividend w/back on buy back	-	13,312,650
Tax on proposed equity dividend w/back on buy back	-	2,710,592
Transfer to General Reserve	-	-
Excess Dividend distribution tax written back	-	598,074
Transfer to capital redemption reserve u/s 69 of the Companies Act, 2013	(4,104,730)	(8,875,100)
Total appropriations	<u>(57,139,155)</u>	<u>(197,477,118)</u>
Net Surplus in the statement of profit & loss	3,193,923,518	3,048,653,281
Foreign Currency Translation Reserve	406,292,600	433,807,461
<b>Total Reserves &amp; surplus</b>	<u><u>4,278,170,161</u></u>	<u><u>4,386,174,932</u></u>

#### Non - Current Liabilities

	As at 31st March, 2017	As at 31st March, 2016
	₹	₹
<b>4. Long Term Borrowings ( Secured )</b>		
<b>Rupee Term Loan Banks</b>		
State Bank of India	-	-
(hypothecated against warehouses, building, equipments, land mortgage & corporate guarantee of United Shippers Ltd., repayable in 8 years)		
ICICI BANK	100,000,000	100,000,000
Foreign currency term loan -ECB Loan from ICICI Bank (secured against mortgage of vessel)	51,060,398	121,886,704
Foreign currency term loan - ECB Loan from SBI (Exclusive Charged over the vessel of United Shippers Ltd.)	181,548,080	238,798,440
	<u><u>332,608,478</u></u>	<u><u>460,685,144</u></u>

4.1 ECB Loan from ICICI Bank are secured as follows :

- Exclusive charge over the vessel Floating Crane Pontoon Barge -"Uniglory".
- Assignment of insurance policies of the Vessel
- Lien on the Fixed Deposits of Rs.25,94,741/-

Further the said loan is secured by Corporate Guarantee given by United Shippers Ltd. (ultimate holding company)

4.2 ECB Loan SBI are secured as follows:

- Exclusive charge over two barges of United Shippers Ltd (ultimate holding company ) and Floating Crane Pontoon - "Unipride".
- Assignment of insurance policies of the above barges and Floating Crane.
- Lien on the Fixed Deposits of Rs.20,00,000/-

Further the said loan is secured by Corporate Guarantee given by United Shippers Ltd. (ultimate holding company)

4.3 Rupee Loan from ICICI Bank are as follows:

- Exclusive charge over the floating crane Unicrown
- Assignment of insurance policies of the floating crane Unicrown
- Lien on the Fixed Deposits of Rs.50,00,000/-

Further the said loan is secured by Corporate Guarantee given by United Shippers Ltd. (ultimate holding company)

#### 4.4 Maturity Profile:

Maturity between 1st April to 31st March of:	ECB Loan from Banks (Amount in Rs.)	Rupee Term Loan from Bank (Amount in Rs.)
Financial year 2018-19	102,931,278	10,000,000
Financial year 2019-20	51,870,880	10,000,000
Financial year 2020-21	51,870,880	16,250,000
Financial year 2021-22	25,935,440	35,000,000
Financial year 2022-23	-	28,750,000
<b>Total</b>	<b>232,608,478</b>	<b>100,000,000</b>
	<b>As at</b>	<b>As at</b>
	<b>31st March, 2017</b>	<b>31st March, 2016</b>
	<b>₹</b>	<b>₹</b>

#### 5. Deferred Tax Assets & Liabilities

Deferred Tax Liability		
On account of depreciation difference	245,212,591	233,715,107
Fixed assets: Impacts of difference between tax depreciation and depreciation /amortization charged for the financial reporting		
Gross Deferred Tax Liability	<b>245,212,591</b>	<b>233,715,107</b>
Deferred Tax Asset		
On account of depreciation difference	-	6,726,602
On account of Provision on Investment	7,006,820	12,458,880
Gross Deferred Tax Assets	<b>7,006,820</b>	<b>19,185,482</b>

#### 6. Other Long Term Liabilities

	As at 31st March, 2017	As at 31st March, 2016
	₹	₹
Trade Payables	-	-
	<b>-</b>	<b>-</b>

#### 7. Long Term Provisions

	As at 31st March, 2017	As at 31st March, 2016
	₹	₹
Provision for Employee Benefits		
Provision for Gratuity	7,268,629	6,088,762
	<b>7,268,629</b>	<b>6,088,762</b>

<b>8. Short Term Borrowings</b>	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>
	<b>₹</b>	<b>₹</b>
<b>Short term loan from Bank</b>		
<b>Secured Loans</b>		
<b>Canara bank</b>	-	-
Cash Credit A/c. (Limit ₹ 600.00 lacs)		
(Against Pari passu charge of Book Debts & Pari passu second charge of movable assets)		
<b>Kotak Mahindra Bank Ltd.</b>	-	-
Cash Credit A/c. (Limit ₹ 500.00 lacs)		
(Against Pari passu charge of Book Debts & Pari passu second charge of movable assets)		
<b>ICICI Bank Limited</b>	-	-
Cash Credit A/c. (Limit ₹ 400.00 lacs)		
(Against Pari passu charge of Book Debts & Pari passu second charge of movable assets)		
<b>Duetsche Bank *</b>	<b>704,810,800</b>	298,949,310
<b>Bank of Singapore *</b>	<b>463,391,250</b>	149,090,273
<b>Bank Overdraft (Bank Pictet &amp; Cie (Asia) Ltd. R-8907478.001) *</b>	<b>110,170,098</b>	51,102,356
	<b><u>1,278,372,148</u></b>	<b><u>499,141,939</u></b>

\* These term loans are secured by investments in bonds held with banks. These term loans are expected to be repaid within 12 months from the dates these loans are withdrawn and bear interest ranging from 1.70% to 1.80% per annum.

\* Bank overdraft is secured by investments in bonds held with banks and bears interest at 1.95 per annum.

<b>9. Trade Payables</b>	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>
	<b>₹</b>	<b>₹</b>
	<b>338,897,597</b>	275,772,451
	<b><u>338,897,597</u></b>	<b><u>275,772,451</u></b>

<b>10. Other Current Liabilities</b>	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>
	<b>₹</b>	<b>₹</b>
a) Current Maturities of long term borrowings	<b>119,951,410</b>	58,870,449
b) Interest accrued but not due on borrowings	<b>1,686,393</b>	1,677,725
c) Unpaid dividend	<b>6,750</b>	8,472
d) Statutory liabilities	<b>12,326,069</b>	7,689,945
e) Employee dues	<b>19,727,117</b>	19,124,561
	<b><u>153,697,739</u></b>	<b><u>87,371,152</u></b>

<b>11. Short Term Provisions</b>	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>
	<b>₹</b>	<b>₹</b>
Proposed equity dividend	-	-
Provision for tax on proposed dividend	-	-
Provision for taxation	<b>12,082,193</b>	865,330
Provision for Tax u/s 115QA	<b>53,034,425</b>	-
	<b><u>65,116,618</u></b>	<b><u>865,330</u></b>

**UNITED SHIPPERS LIMITED**  
NOTES FORMING PART OF THE BALANCE SHEET AS AT 31 MARCH 2017.

NOTES:

Rs.

Sr.	Name of Assets	GROSS BLOCK				DEPRECIATION						NET BLOCK		
		As at 01.04.2016	Opening Inter co. Adjustments (DIL)	Addition during the year	Cost of assets sold / sunk during the year	As at 31.03.17	Up to 31.03.2016	Opening Inter co. Adjustments (DIL)	Dep. To be Charged to P & L	Depreciation for the Year	less dep.on assets sold/ sunk	Total Depreciation	As on 31.03.17	As on 31.03.2016
	TANGIBLE ASSETS													
A	LAND	-	-	-	-	-	-	-	-	-	-	-	-	
B	BUILDING	36,678,791	-	-	-	36,678,791	7,132,199	-	-	591,541	-	7,723,740	28,955,051	29,546,592
C	PORT JETTY	54,136,343	-	-	-	54,136,343	9,403,801	-	-	2,210,920	-	11,614,721	42,521,622	44,732,542
D	VESSELS & BARGES	2,404,057,967	-	381,097,964	27,119,281	2,758,036,650	444,807,787	-	-	232,324,197	17,822,205	659,309,778	2,098,726,872	1,959,250,180
E	FURNITURE & FIXTURES	18,287,141	-	4,150,914	3,510,588	18,927,467	12,686,870	-	-	1,410,867	3,404,739	10,692,998	8,234,469	5,600,271
F	AIR CONDITIONERS	5,545,297	-	141,050	60,500	5,625,847	4,647,513	-	-	330,071	60,499	4,917,085	708,762	897,784
G	MOTOR CARS	71,711,936	-	6,992,986	5,680,242	73,024,680	40,586,228	-	-	6,514,761	3,371,362	43,729,628	29,295,052	31,125,708
H	MOTOR TRUCKS	329,803,527	-	1,222,312	13,325,407	317,700,432	168,448,410	-	-	35,677,525	9,481,934	194,644,001	123,056,431	161,355,117
I	MACHINERIES	146,906,778	-	4,667,969	-	151,574,747	64,968,449	-	-	15,419,496	-	80,387,945	71,186,802	81,938,329
J	EXCAVATORS & PAYLOADERS	556,373,143	-	44,631,928	13,358,204	587,646,867	260,924,631	-	-	53,273,158	7,048,177	307,149,612	280,497,255	295,448,512
K	OFFICE EQUIPMENTS	16,969,417	-	1,764,161	19,687	18,713,891	15,233,471	-	-	1,230,359	19,685	16,444,145	2,269,746	1,735,946
L	COMPUTERS	14,707,755	-	669,360	242,113	15,135,002	12,699,667	-	-	1,125,230	143,392	13,681,504	1,453,498	2,008,088
M	ELECTRICAL INSTALLATIONS	1,773,538	-	-	-	1,773,538	1,759,299	-	-	14,235	-	1,773,534	4	14,239
	<b>TOTAL Rs.</b>	<b>3,656,951,633</b>	<b>-</b>	<b>445,338,645</b>	<b>63,316,022</b>	<b>4,038,974,255</b>	<b>1,043,298,326</b>	<b>-</b>	<b>-</b>	<b>350,122,358</b>	<b>41,351,993</b>	<b>1,352,068,691</b>	<b>2,686,905,565</b>	<b>2,613,653,308</b>
	INTANGIBLE ASSETS													
N	LEASEHOLD IMPROVEMENT	4,564,268	-	-	-	4,564,268	3,828,095	-	-	736,173	-	4,564,268	-	736,173
O	ONLINE MIS SOFTWARE	8,980,000	-	-	-	8,980,000	2,993,333	-	-	2,993,333	-	5,986,666	2,993,334	5,986,667
	<b>TOTAL Rs.</b>	<b>13,544,268</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,544,268</b>	<b>6,821,428</b>	<b>-</b>	<b>-</b>	<b>3,729,506</b>	<b>-</b>	<b>10,550,934</b>	<b>2,993,334</b>	<b>6,722,840</b>
	<b>GRAND TOTAL Rs.</b>	<b>3,670,495,901</b>	<b>-</b>	<b>445,338,645</b>	<b>63,316,022</b>	<b>4,052,518,523</b>	<b>1,050,119,754</b>	<b>-</b>	<b>-</b>	<b>353,851,864</b>	<b>41,351,993</b>	<b>1,362,619,625</b>	<b>2,689,898,899</b>	<b>2,620,376,147</b>
	PREVIOUS YEAR Rs.	3,531,810,883	(510,732,431)	1,038,284,369	388,866,920	3,670,495,901	980,207,134	(57,103,682)	-	290,015,846	162,999,543	1,050,119,753	2,620,376,147	2,551,603,750

<b>13. Non Current Investments</b>	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>
	<b>₹</b>	<b>₹</b>
<b>Trade Investments (valued at cost unless stated otherwise)</b>		
<b>Investment in Equity Instruments ( Unquoted )</b>		
Great United Energy Pvt. Ltd.	36,000,000	36,000,000
36,00,000 (31 March 2016 :36,00,000) Equity Shares of ₹ 10/- each fully paid		
Less: Provision for diminution in value of investments	36,000,000	36,000,000
	<u>-</u>	<u>-</u>
<b>Non - Trade Investments ( valued at cost unless stated otherwise)</b>		
<b>Investments in Mutual Funds</b>		
50,00,000 Units ( Previous year : 50,00,000 ) SBIMF SDFS A-11- Growth 385 days	<b>50,000,000</b>	50,000,000
Nil Units ( Previous year : 50,00,000 )SBI Mutual Fund SDFS - 34 / 38 Regular Plan Growth	-	50,000,000
1,00,00,000 Units ( Previous Year : 1,00,00,000 ) HDFC FMP Regular Growth 367 days	<b>100,000,000</b>	100,000,000
50,00,000 Units ( Previous Year : 50,00,000 ) HDFC FMP 1184D January 2015	<b>50,000,000</b>	50,000,000
	<u><b>200,000,000</b></u>	<u>250,000,000</u>
<b>Investment in equity instruments (quoted)</b>		
45,000 ( 31 March 2016 : 45,000) Equity shares in The Aluminium Industries Ltd. of ₹ 10/- each fully paid ( Market value ₹ Nil )	<b>450,000</b>	450,000
5,700 ( 31 March 2016 : 5700 )Equity Shares of Canara Bank of ₹ 10/- each fully paid ( Market Value ₹ 17,25,675/- ( P.Y ₹ 10,83,295/- )	<b>199,500</b>	199,500
18410 ( 31 March 2016 : 18,410 ) Equity Shares of Punjab National Bank ₹10/-each ( Market Value ₹ 27,59,659/- ( P.Y. ₹ 15,59,327/- )	<b>1,435,980</b>	1,435,980
Abbott laboratories Ltd(Previously known as Solvay Pharma Ltd) 1227 (31 March 2016 :1227 )Equity Shares of ₹ 10/- each fully paid ( Market value ₹ 56,96,470 (P.Y. ₹ 57,73,280/-)	<b>2,345,711</b>	2,345,711
Investment in capital guaranteed bonds	<b>1,548,904,404</b>	737,617,193
Other Investments	<b>1,000</b>	1,000
	<u><b>1,553,336,596</b></u>	<u>742,049,385</u>
<b>Investment in Tax Free Bonds</b>		
3012 Units of Housing & Urban Dev.Corp.Ltd. (F.V.1000/-)	<b>3,012,000</b>	3,012,000
1176 Units of Indian Railway Fin. Corp.Ltd. (F.V.1000/-)	<b>1,176,000</b>	1,176,000
1002 Units of National Bank of Agr.& Rural Devp.(F.V.1000/-)	<b>1,002,000</b>	1,002,000
1542 Units of National Highway Auth.of India (F.V.1000/-)	<b>1,542,000</b>	1,542,000
	<u><b>6,732,000</b></u>	<u>6,732,000</u>
	<u><b>1,760,068,596</b></u>	<u>998,781,385</u>
Aggregate book value of unquoted investments (Gross)	<b>1,755,637,404</b>	994,350,193
Aggregate book value of quoted investments (Gross)	<b>4,431,191</b>	4,431,191
Market value of quoted investments	<b>8,415,892</b>	8,415,892
Aggregate provision for diminution in value of investments	-	36,000,000
<b>14. Long Term Loans and Advances (Non Current Assets)</b>		
<b>Unsecured,considered good unless stated otherwise</b>		
	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>
	<b>₹</b>	<b>₹</b>
Capital Advances	<b>16,976,212</b>	111,238,782
Security Deposit	<b>12,160,568</b>	14,329,941
Loan and advances to related parties	-	-
Advances recoverable in cash or kind	-	-
<b>Other Loans &amp; Advances</b>		
Advance Income-Tax (net of provision for taxation)	<b>60,593,726</b>	81,524,247
Mat Credit Entitlement	<b>32,338,657</b>	22,693,591
	<u><b>122,069,163</b></u>	<u>229,786,561</u>

<b>15. Other Non Current Assets</b> (Unsecured, considered good unless stated otherwise)	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>
	<b>₹</b>	<b>₹</b>
Margin Money Deposits	<b>160,133,674</b>	162,285,407
	<b>160,133,674</b>	<b>162,285,407</b>
<b>16. Current Investment</b>	<b>As at</b>	<b>As at</b>
<b>Investment in Bonds</b>	<b>31st March, 2017</b>	<b>31st March, 2016</b>
	<b>₹</b>	<b>₹</b>
Capital Guaranteed Bonds (Mkt. Value Rs.35,32,50,589 as on 31.03.17, P.Y. Rs.13,10,81,346/- as on 31.03.16 )	<b>353,250,589</b>	131,081,346
<b>Investment in Mutual Funds/Preference Shares ( Unquoted )</b>		
5,42,500.6350 Units ( P.Y. 7,01,073.6430)Canara Robeco Savings Plus Fund - Regular Growth ( Mkt.Value Rs.1,38,30,022.94 as on 31.03.17, P.Y. Rs.1,65,37,696.27 as on 31.03.16 )	<b>13,424,653</b>	16,145,139
2,092.5800 Units (P.Y.: 37,405.869 ) Canara Robeco Liquid-Reg.Growth-LI-Sg.(Mkt.Value Rs.41,15,223.88 as on 31.03.17, P.Y.6,87,04,758.57 as on 31.03.16)	<b>4,103,988</b>	68,562,189
80,746.4950 Units (P.Y.: Nil ) Canara Robeco Medium Term Opp.Fund Reg.Gr-MO-GP (Mkt.Value Rs.10,67,266.80 as on 31.03.17, P.Y.Nil)	<b>999,900</b>	-
	<b>107,813</b>	55,397
44.4320 Units ( P.Y. : 25.0860 )Canara Robeco Treasury Advantage Fund -Regular Growth ( Mkt.Value Rs.1,09,239.23 as on 31.03.17, P.Y. Rs.57,827.97 as on 31.03.16 )		
Nil ( P Y : 8,04,557.012 ) Units of L & T Triple Ace Bond fund ( Mkt.Value Rs.Nil as on 31.03.17, P.Y. Rs.1,17,19,499.26 as on 31.03.16. )	-	10,000,000
50,000 Units (P.Y. Nil ) Tata Capital Ltd. 2023, 7.50% Non Cum.Red.Pref.Shares of Rs.1000/-each	<b>50,000,000</b>	-
10,00,000 ( P.Y.:10,00,000 ) L&T Finance Holding Ltd. 8.15% CRPS Issue FY2016 Series of Rs. 100/-each	<b>100,000,000</b>	100,000,000
Nil ( P.Y. 59,72,394.547) Units of IDFC Arbitrage Fund -Dividend (Regular Plan)- (Mkt.Value Nil as on 31.03.17, P.Y. Rs.7,52,88,602.90 as on 31.03.16)	-	75,000,000
69,40,794.085 Units (P.Y. : Nil ) ICICI Prudential Ultra Short Term Plan-Growth (Mkt.Value Rs.10,62,39,958.74 as on 31.03.16)	<b>102,836,931</b>	102,836,931
12,97,844.476 Units ( P.Y. Nil ) ICICI Prudential Ultra Short Term Growth ( Mkt.Value Rs.2,17,03,463.82 as on 31.03.17 )	<b>21,081,147</b>	-
	-	75,000,000
54,43,308.036 Units ( P.Y.: Nil) ICICI Prudential Equity Arbitrage Fund Regular Dividend		
2,52,418.480 Units ( .P.Y. 2,53,419.4570) of Canara Rebeco Saving Plus Fund - Regular Growth ( Mkt.Value Rs.64,34,929.55, as on 31.03.17, P.Y.Market Value Rs.59,77,936.91- as on 31.03.16).	<b>5,481,520</b>	5,503,257
2.861 Units (P.Y.13.487) of Canara Rebeco Treasury Advantage Fund - Regular Growth (Mkt.Value Rs.7,033.97- as on 31.03.17, P.Y.Mkt Value Rs.31,090.08 - as on 31.03.16.)	<b>6,079</b>	28,652
2,09,182.890 Units (P.Y.: 2,58,222.782 ) ICICI Prudential Banking & PSU Debt Fund - Growth ( Mkt.Value Rs.39,24,061.83 as on 31.03.17, P.Y.Rs.35,34,480/- as on 31.03.16.)	<b>3,240,348</b>	3,240,348
7,567.516 Units ( P.Y.: Nil ) ICICI Prudential Savings Fund Growth ( Mkt.Value Rs.18,50,599.71 as on 31.03.17, P.Y.Rs.17,00,000/- as on 31.03.16)	<b>1,700,000</b>	1,700,000
16,95,447.281 Units ( P.Y. 12,74,838.097 ) of Canara Rebeco Mutual Fund - Saving Plus Fund - Growth (Mkt.Value Rs. 4,32,22,207.08 as on 31.03.17, P.Y. Rs.3,00,72,283 as on 31.03.16.	<b>40,427,280</b>	30,000,000
Nil (P.Y. 35,025.288) Units of ICICI Prudential Flexible Income - Growth (Mkt.Value Rs. Nil as on 31.03.17, P.Y. Rs.1,00,24,980/- as on 31.03.16.)	-	10,000,000
	<b>696,660,248</b>	<b>629,153,260</b>
Aggregate book value of unquoted investments (Gross)	<b>696,660,248</b>	629,153,260



<b>17. Trade Receivables</b>	<b>As at</b>	<b>As at</b>
<b>Unsecured, considered good unless stated otherwise</b>	<b>31st March, 2017</b>	<b>31st March, 2016</b>
	₹	₹
Outstanding for a period exceeding six months from the date they are due for payment	<b>62,166,904</b>	65,072,960
Other receivables	<b>851,800,111</b>	532,866,594
	<b>913,967,015</b>	<b>597,939,554</b>

**18. Cash And Bank Balances :**

	<b>As at</b>	<b>As at</b>
	<b>31st March, 2017</b>	<b>31st March, 2016</b>
	₹	₹
Cash and cash equivalents		
Balances with banks:		
On current accounts	<b>190,374,921</b>	167,389,152
Cash on hand	<b>711,296</b>	1,918,338
Other bank balances		
Margin Money Deposit	<b>160,133,674</b>	162,285,407
Amount disclosed under non-current assets	<b>(160,133,674)</b>	(162,285,407)
	<b>191,086,217</b>	<b>169,307,491</b>

**19. Short Term Loans and Advances**

(Unsecured, considered good unless stated otherwise)

	<b>As at</b>	<b>As at</b>
	<b>31st March, 2017</b>	<b>31st March, 2016</b>
	₹	₹
Security Deposit	<b>13,520,258</b>	12,920,505
Loan and advances to related parties	-	211,687,671
Balances with Govt. Authorities (CENVAT Receivable)	<b>19,409,909</b>	42,286,557
Advances recoverable in cash or kind	<b>43,807,702</b>	43,713,688
<b>Other Loans &amp; Advances</b>		
Advance Income-Tax (net of provision for taxation)	<b>3,666,002</b>	3,448,837
Prepaid Expenses	<b>20,822,525</b>	29,406,691
Loans to employees	<b>3,864,083</b>	3,516,158
<b>Total</b>	<b>105,090,479</b>	<b>346,980,107</b>

**20. Other Current Assets**

	<b>As at</b>	<b>As at</b>
	<b>31st March, 2017</b>	<b>31st March, 2016</b>
	₹	₹
Interest accrued on fixed deposits & tax free bonds	<b>1,259,740</b>	535,573
Employee benefit plan assets - Leave Encashment benefits	<b>10,533,594</b>	12,101,620
Employee benefit plan assets - Gratuity	<b>2,290,609</b>	5,247,997
	<b>14,083,943</b>	<b>17,885,190</b>

	for the year ended 31st March, 2017	for the year ended 31st March, 2016
	₹	₹
<b>21. Revenue from operations</b>		
Freight	822,042,939	1,022,725,508
Cargo Handling Services	-	-
Port Services	2,365,143,037	2,435,304,373
Transportation	456,585,920	465,221,086
Supply of Tangible Goods for Service	7,541,204	5,253,729
Business Support Service	-	-
Port Service - Sri Lanka Division	219,400,155	-
	<b>3,870,713,255</b>	<b>3,928,504,696</b>
<b>22. Other Income</b>		
Interest Income on		
Bank Deposit	3,149,372	2,129,015
Others	82,126,064	76,869,123
Dividend Income on		
Non Current Investment	745,053	158,640
Current Investment - Mutual Fund	21,374,909	14,080,004
Net gain on sale of Current Investments	63,312,352	51,835,613
Short Term gain on Misc.Growth Schemen	-	32,636
Profit/(loss) on sale of Assets (net)	(1,645,037)	(12,506,513)
Other non operating Income	4,045,767	125,971
	<b>173,108,480</b>	<b>132,724,489</b>
<b>23. Operating Expenses</b>		
Vessel Expenses	178,597,007	130,972,330
Port Expenses	25,062,331	16,981,423
Stores & Spares	208,795,380	180,341,571
Repairs & Maintenance	108,472,553	73,351,448
Dumper & Tipper, Payloader & Excavator Expenses	97,846,068	107,981,383
Fuel Charges	635,072,462	528,275,011
Port Dues & Other Expenses	216,417,213	224,971,065
Barges & Tug Hire Charges	152,820,569	105,581,860
Machinery Charges	12,393,244	65,358,727
Transportation	286,468,752	313,670,262
Railway Freight	365,142	4,560,809
Demmurage	30,681,710	61,139,303
Shortages	35,211,275	(31,003,500)
Stevedoring Charges	249,340,878	59,910,909
Handling Charges	128,888,960	164,857,773
Storage Charges	16,256,203	35,098,872
Water Charges (Water Supply)	7,392,025	8,596,441
Security Charges	5,431,233	5,100,117
Weighment Charges	8,065,236	11,315,050
Charter Freight Charges	468,926,505	831,899,014
Jetty Utilisation Charges	12,000,000	30,727,609
Jetty Repairing & Maintenance	1,314,952	2,351,610
Insurance	24,204,248	26,979,298
Contract Damages	20,860,000	-
Bad Debts	638,953	84,400,000
	<b>2,931,522,899</b>	<b>3,043,418,385</b>

	for the year ended 31st March, 2017 ₹	for the year ended 31st March, 2016 ₹
<b>24. Employee Benefit Expense</b>		
Salary, Wages & Bonus & Other Benefits	176,151,920	197,673,088
Employer's contribution to P.F & ESIC	10,714,437	10,294,616
Contribution to Superannuation Fund	1,172,457	1,335,087
Staff Welfare Expenses	2,415,503	3,385,658
Gratuity	8,104,999	5,643,111
Managerial Remuneration	60,419,036	60,761,287
	<b>258,978,352</b>	<b>279,092,847</b>

	for the year ended 31st March, 2017 ₹	for the year ended 31st March, 2016 ₹
<b>25. Other Expenditure</b>		
Rent	14,963,461	12,269,551
Travelling Expenses	19,213,505	18,718,939
Conveyance Expenses	3,106,666	2,594,445
Printing & Stationery	2,309,141	2,224,836
Communication Expenses	7,976,170	7,466,813
Postage & Couriers Charges	575,383	426,244
Advertisement & Publicity Expenses	3,059,116	1,766,592
Computer & Software Expenses	3,215,667	5,285,730
Motor Car & Scooter Expenses	13,769,460	12,517,425
Charity & Donation	273,466	853,500
Legal & Professional charges	18,084,039	13,588,404
Repairs & Maintenance	512,062	1,108,890
Electricity charges	4,094,198	4,278,698
Office expenses	3,197,734	3,558,169
Insurance	3,202,643	3,958,692
Payment to Auditors	1,679,968	1,628,470
Directors sitting fees	259,775	297,808
Bank Charges	3,706,226	2,636,668
Brokerage & Commission	114,000	16,000
Rates & Taxes	9,160,748	7,105,054
Conference Participation fees	204,173	305,764
CSR Activity expenses	35,000,000	11,800,000
Foreign Exchange Fluctuation loss	1,627,452	1,592,755
Interest paid others	43,616	969,689
Entertainment Expenses	791,243	642,174
Gift Expenses	931,939	1,150,515
Books, Periodicals & Subscriptions	208,037	175,340
Miscellaneous Expenditure	2,805,169	2,308,508
Misc.Balance w/off	225,638	9,687
Amalgamation Expenses	611,647	-
	<b>154,922,342</b>	<b>121,255,360</b>

	for the year ended 31st March, 2017 ₹	for the year ended 31st March, 2016 ₹
<b>26. Finance Cost</b>		
Interest Paid to Banks	36,498,158	17,250,407
Interest paid Others	-	-
Bank Charges/Financial Charges/ Bank Guarantee & Commission	1,805,492	513,108
	<b>38,303,650</b>	<b>17,763,515</b>

	for the year ended 31st March, 2017 ₹	for the year ended 31st March, 2016 ₹
<b>Payment to Auditors</b>		
Statutory Audit Fees	1,434,190	1,442,047
Tax Audit Fees	100,000	100,000
Other Services	119,408	62,293
Reimbursement of Expenses	26,370	24,130
	<b>1,679,968</b>	<b>1,628,470</b>

**27 Related Party Disclosures:**

**A Related Parties & their Relationship**

I Holding Company

III Joint Venture

USL Lanka Logistics (Private) Ltd. (w.e.f. 27th July, 2016 )

IV Key Management Personnel and his/her relatives

(i) Mr. S J Parekh	-	Chairman Cum Managing Director
(ii) Mrs. Sarla S Parekh	-	Relative of Key Management Personnel
(iii) Mrs. Sujata Parekh Kumar	-	Jt. Managing Director
(iv) Mr. Paras Dakalia	-	Director (Finance)
(v) Capt.Dinyar P Karai	-	Director & CEO ( w.e.f. 1st Oct.2015)
c (vi) Elian Trading Co. Pvt. Ltd	-	Key Managerial person has controlling interest
(vii) Practical Financial Ser.P.Ltd.	-	Key Managerial person has controlling interest
(viii) Sunil Family Trust	-	Key Managerial person has controlling interest

**B.(i) Transaction with Holding Company - Year Ended March 31, 2017**

	2016-17	2015-16
Interim Dividend	-	59,391,040
Final Dividend	-	44,543,280
Final Proposed Dividend	44,543,280	-

**B.(ii) Transaction with Related Parties - Year Ended March 31, 2017**

Particulars	Joint Venture/ Fellow Subsidiary		Key Management Personnel & his / her relatives		Total ( ₹ )	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
<b>Inter Corporate Deposits given</b>						
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Oricon Properties Pvt.Ltd.	-	200,000,000			-	200,000,000
<b>Total:-</b>		200,000,000	-	-	-	200,000,000
<b>Refund of Inter Corporate deposits</b>						
Dharamtar Infrastructure Ltd. *	-	616,702,816	-	-	-	616,702,816
<b>Total:-</b>	-	616,702,816	-	-	-	616,702,816

Particulars	Joint Venture/ Fellow Subsidiary		Key Management Personnel & his / her relatives		Total ( ₹ )	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
<b>Rent Paid</b>						
Sunil Family Trust	-	-	420,000	420,000	420,000	420,000
Practical Financial Ser. Pvt. Ltd.	-	-	815,940	823,900	815,940	823,900
<b>Total:-</b>			1,235,940	1,243,900	1,235,940	1,243,900

Particulars	Joint Venture/ Fellow Subsidiary		Key Management Personnel & his / her relatives		Total ( ₹ )	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
<b>Purchase of Goods, Services &amp; Facilities</b>						
Dharamtar Infrastructure Ltd. *		-	-	-	-	-
Elian Trading Co Pvt. Ltd			3,539,298	6,213,457	3,539,298	6,213,457
<b>Service Charges</b>						

USL Lanka Logistics ( Private) Ltd.	<b>2,086,098</b>	-			<b>2,086,098</b>	-
<b>Reimbursement of Expenses</b>						
USL Lanka Logistics ( Private) Ltd.	<b>38,720,061</b>	-			<b>38,720,061</b>	-
Sunil Family Trust			<b>57,217</b>		<b>57,217</b>	
Practical Financial Services P Ltd			<b>32,523</b>		<b>32,523</b>	
<b>Total:-</b>	<b>40,806,159</b>	-	<b>3,629,038</b>	6,213,457	<b>44,435,197</b>	6,213,457
<b>Remuneration to Key Managerial Personnel</b>						
Mr. Sevantilal J. Parekh			<b>23,371,590</b>	21,542,279	<b>23,371,590</b>	21,542,279
Mrs.Sujata Parekh Kumar			<b>7,067,665</b>	6,958,713	<b>7,067,665</b>	6,958,713
Mr. Rajiv V. Merchant			<b>10,595,480</b>	8,309,785	<b>10,595,480</b>	8,309,785
Capt. Dinyar P Karai			<b>9,240,000</b>	4,620,000	<b>9,240,000</b>	4,620,000
Mr. Capt. Sanjay Goel			-	10,929,277	-	10,929,277
Mr. Paras Dakalia			<b>9,052,300</b>	7,309,233	<b>9,052,300</b>	7,309,233
<b>Total:-</b>			<b>59,327,035</b>	59,669,287	<b>59,327,035</b>	59,669,287
<b>Interest received</b>						
Dharamtar Infrastructure Ltd. *	-	7,088,315			-	7,088,315
Oricon Properties Pvt.Ltd.	<b>5,095,891</b>	12,986,301			<b>5,095,891</b>	12,986,301
<b>Total:-</b>	<b>5,095,891</b>	20,074,616	-	-	<b>5,095,891</b>	20,074,616

C **Balances with Related Parties:**

Particulars	Joint Venture/ Fellow Subsidiary		Key Management Personnel & his / her relatives		Total ( ₹ )	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
As at March 31, 2017						
<b>Trade Receivables</b>						
USL Lanka Logistics ( Private) Ltd.	<b>379,565</b>	-			<b>379,565</b>	-
<b>Total:-</b>	<b>379,565</b>	-	-	-	<b>379,565</b>	-
<b>Inter Corporate Deposits</b>						
Dharamtar Infrastructure Ltd. *					-	-
Oricon Properties Pvt.Ltd.	-	211,687,671			-	211,687,671
<b>Total:-</b>	-	211,687,671	-	-	-	211,687,671
<b>Trade payables</b>						
USL Lanka Logistics ( Private) Ltd.	<b>437,661</b>	-			<b>437,661</b>	-
Elian Trading Co. Pvt. Ltd			-	1,010,259	-	1,010,259
Practical Financial Service Pvt.Ltd.			-	1,269	-	1,269
<b>Total:-</b>	<b>437,661</b>	-	-	1,011,528	<b>437,661</b>	1,011,528

**28 Contingent Liabilities**

- a Outstanding against Bank Guarantees furnished in respect of performance of contracts/ Financial Guarantees is ₹ 5,26,90,000/- (P.Y. ₹ 6,00,55,000/-)

**Income Tax:**

- (i) The Company has filed an appeal before the Honourable ITAT, Mumbai on 02.05.2012 against the order of CIT (Appeals) for A.Y. 2007-08 against the additions amounting to ₹ 86,17,642/-. The demand of ₹ 2900698/- against the additions has been deposited in full.
- (ii) The Company has filed an appeal before CIT (Appeals), on 26.04.2016 against the order of assessing officer for A.Y. 2013-14 in respect of addition made amounting to ₹ 12,11,318/-. The demand of ₹ 11,13,790/- against the addition has been deposited in full.
- (iii) The Company has filed an appeal before CIT (Appeals), on 14.12.2016 against the order of assessing officer for A.Y. 2014-15 in respect of addition made amounting to ₹ 7,19,619/- and against giving short credit of TDS claim of Rs.49,29,442/-. The demand of ₹ 31,60,700/- has been deposited in full.
- b Estimated amount of contracts remaining to be executed on capital account ₹ 2,18,83,000/-(Euro 3,16,000/-) (previous year : ₹ 3,67,00,000/-)

**29 Navlakhi Jetty Project:**

The company has entered into an agreement with Gujarat Maritime Board (the GMB) vide agreement dated 7th October, 1998 and has obtained license to develop, complete, construct, renovate and use of existing jetty/wharf including construction of offshore and onshore goods facilities and right to use jetty for 10 years on guarantee of minimum cargo to be handled 4.00 lakhs M.T. p.a. or minimum wharfage charges of ₹ 120/- lakhs p.a. payable to GMB. GMB had extended the right to use jetty for a further period of 5 years w.e.f. 23.02.2010, with stipulation of minimum guaranteed wharfage of ₹ 120 lacs p.a. The GMB vide letter dated 30.09.2015 had granted extension of the license period for 5 years from 23.02.2015 for the use of 101 m jetty at Navlakhi.

**30 Segment Informaton:**

The Company, subsidiary & Joint venture are in the business of operations of ships and/or related services incidental to shipping, due to nature of business, risks and return profile: the business of the company, subsidiary and joint venture is considered as a single segment. Geographical sector within India is ₹ 282,92,70,161/-, out side India is ₹ 104,14,43,094/-.

**31 Earning per share (EPS)**

	2016-17 (₹)	2015-16 (₹)
Net Profit after Tax attributable to equity shareholders	202,409,392	290,280,123
Weighted average number of equity shares(face value of ₹10 each)	5,024,720	5,303,981
Earning per share (₹) Basic	40.28	54.73

32 The disclosure of Accounting Standard 15 "Employee Benefits" is as follows:

**Defined Contribution Plan**

The Companies Leave Encashment Scheme is also managed by LIC  
The net value of the defined benefit commitment is detailed below:

	₹ 31.03.2017	₹ 31.03.2016	₹ 31.03.2017	₹ 31.03.2016
	FUNDED GRATUITY	FUNDED GRATUITY	FUNDED LEAVE	FUNDED LEAVE
Present Value of Commitments	28,998,158	27,108,442	12,205,544	8,904,512
Fair Value of Plans	31,288,767	32,356,439	22,739,138	21,006,132
<b>Net (Liability) / Assets in the balance sheet</b>	<b>2,290,609</b>	<b>5,247,997</b>	<b>10,533,594</b>	<b>12,101,620</b>
<b>Defined benefit Commitments</b>				
Opening balance as at 1st April 2016	27,108,442	29,107,890	8,904,512	10,957,944
Current Service Cost	2,376,475	3,440,477	1,478,341	2,326,315
Interest expenses	1,982,577	2,328,631	602,425	876,636
Paid benefits	(4,652,464)	(5,382,931)	(2,748,396)	(3,650,988)
Actuarial loss/(gain)	2,183,128	(2,385,625)	3,968,662	(1,605,395)
<b>Closing balance as at 31st March 2017</b>	<b>28,998,158</b>	<b>27,108,442</b>	<b>12,205,544</b>	<b>8,904,512</b>
<b>Plan Assets</b>				
Opening balance as at 1 <sup>st</sup> April, 2016	32,356,439	29,478,428	21,006,132	19,387,293
Adjustment to opening balance	1,229,060			
Actual return on scheme assets	-	2,543,418	1,733,006	1,618,839
Actuarial gain/(loss) on the Plan Assets	2,355,732			
Contributions by the Company	-	5,717,524	-	-
Benefits paid	(4,652,464)	(5,382,931)	-	-
<b>Closing balance as at 31<sup>st</sup> March, 2017</b>	<b>31,288,767</b>	<b>32,356,439</b>	<b>22,739,138</b>	<b>21,006,132</b>
<b>Return on Plan Assets</b>				
Actual return on plan assets	-	2,543,418	1,733,006	1,618,839

<b>Expenses on defined benefit plan:</b>				
Current service costs	2,376,475	3,440,477	1,478,341	2,326,315
Interest expense	1,982,577	2,328,631	602,425	876,636
Actual return of investment	-	(2,543,418)	(1,733,006)	(1,618,839)
Net actuarial loss / (Gain)	(172,604)	(2,385,625)	3,968,662	(1,605,395)
<b>Net cost to be shown in P&amp; L Account</b>	<b>4,186,448</b>	<b>840,065</b>	<b>4,316,422</b>	<b>(21,283)</b>

Actuarial assumptions	Gratuity (funded) 1994-96 -Ultimate	Gratuity (funded) 1994-96 -Ultimate	Leave (Funded)	Leave (Funded)
Mortality (LIC)	1994-96 -Ultimate	1994-96 -Ultimate		
Discount rate (per annum)	7.50% P.A.	8% P.A.	7.50% P.A.	8% P.A.
Expected rate of return on plan assets (per annum)	7.50% P.A.	5.09% P.A.	8.25% P.A.	8.35% P.A.
Rate of escalation in salary (per annum)	5% P.A.	5% P.A.	5% P.A.	5% P.A.
Withdrawal rates	1% P.A.	1% P.A.	1% P.A.	1% P.A.
Retirement Age	60 Years	60 Years	60 Years	60 Years

**33 The foreign currency exposures not hedged as at 31st March 2017 are as under:**

Payable in USD		Receivables in USD		Payable in ₹		Receivables in ₹		Investment in 2016-17		Investment in 2015-16	
2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	USD	(₹)	USD	(₹)
5,469,846	6,349,053	903,608	1,686,236	354,657,157	421,151,098	58,588,678	111,848,034	332,405	21,552,675	272,405	18,068,624

**34 Disclosure on Specified Bank Notes**

The details of specified Bank Notes (SBN) held and transacted during the period from November 8,2016 to December 30,2016 as per the MCA notification G.S.R. 308 ( E ) dated March 31,2017 is given below:

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	227,000	832,940	<b>1,059,940</b>
(+) Permitted receipts	-	1,586,985	<b>1,586,985</b>
(-) Permitted payments	14,000	1,567,740	<b>1,581,740</b>
(-) Amount deposited in Banks	213,000	20,000	<b>233,000</b>
Closing cash in hand as on 30.12.2016	-	<b>832,185</b>	<b>832,185</b>

**35** The Board of Directors of the Company at their meeting held on 10th day of August, 2016 have subject to the requisite approval of the shareholders/creditors of the Company and the sanction of the Hon'ble High Court of Judicature of Bombay (the High Court) and /or National Company Law Tribunal (NCLT) and such other competent authority (ies) as may be applicable, passed a resolution for a Scheme of Amalgamation of USL Logistics Private Limited,(Formerly Known as USL Coeclerici Logistics Private Limited), the First Transferor Company, USL NMM Logistics Limited, the Second Transferor Company and USL Packaging Limited, the Third Transferor Company, the wholly owned subsidiaries of the Company with United Shippers Limited (USL) the Transferee Company.

The appointed date for the Scheme of Amalgamation is 1st July, 2016,

The Hon'ble High Court of Bombay and The Hon'ble National Company Law Tribunal, Mumbai Bench vide its order dated 25<sup>th</sup> November, 2016 and 8<sup>th</sup> March, 2017 have admitted the applications / Petitions respectively filed by the three (3) Transferor Companies and granted dispensation from filing of Company Summons for Direction and Company Scheme Petition to the Transferee Company (i.e. USL).

The final Order is yet to be passed by The Hon'ble National Company Law Tribunal, Mumbai Bench.

In view of the same the effect of the Scheme of Amalgamation has not been given in the accounts of the company.

**36** The Board has declared dividend of Rs. 6,92,81,175/-, being 150% on the face value of paid up capital subject to the approval of the same by Equity Shareholders in their Annual General Meeting.

**37** Previous year figures have been regrouped where ever necessary.

**As per our report of even date**

**For and on behalf of the Board**

**For BATLIBOI & PUROHIT**  
Chartered Accountants  
ICAI Firm Reg.No.101048W

**Kaushal A. Mehta**  
Partner  
M.No. 111749  
Mumbai  
Date : 26 May, 2017

**Nagendra Agarwal**  
Company Secretary

**Paras Dakalia**  
Director (Finance)

**S.J.Parekh**  
Chairman -cum-Managing Director