

ANNUAL REPORT

2014-2015

SINDHU TRADE LINKS LIMITED

REGD. OFFICE

129, TRANSPORT CENTRE, PUNJABI BAGH

NEW DELHI - 110035

SINDHU TRADE LINKS LIMITED
(FORMERLY KNOWN AS BHANDARI CONSULTANCY AND FINANCE LIMITED)
REGD.OFF: 129, TRANSPORT CENTRE, PUNJABI BAGH, NEW DELHI-110035

1. Background

M/S Sindhu Trade Links Limited was incorporated on 22nd July 1992. Primary business of the Company is Transportation, Trading of Oil & Diesel, Finance, Civil construction & Mining of coal and having its place of business in Delhi, Chhattisgarh, Haryana and Orissa.

2. Significant accounting policies and notes

a. Basis of preparation of financial statements

These financial statements have been prepared and presented on the accrual basis of accounting and comply with the Accounting Standards referred to in Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014, the relevant provisions of the Companies Act, 2013, pronouncements of the Institute of Chartered Accountants of India and other accounting principles generally accepted in India, to the extent applicable. The financial statements are presented in Indian rupees rounded off to the nearest rupees

b. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

c. Current-non-current classification

All assets and liabilities are classified into current and non-current as per instruction given in schedule III of the Companies Act, 2013 preparation of balance sheet and statement of profit and loss of a company

i) Assets:

An asset is classified as **current asset** when it satisfies any of the following criteria:

- (1) It is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle;
- (2) It is held primarily for the purpose of being traded;
- (3) It is expected to be realized within 12 months after the reporting date; or
- (4) It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets.

All other assets are classified as non-current.

ii) Liabilities:

A liability is classified as **current liabilities** when it satisfies any of the following criteria:

- (1) It is expected to be settled in the Company's normal operating cycle;
- (2) It is held primarily for the purpose of being traded;
- (3) It is due to be settled within 12 months after the reporting date; or
- (4) The company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.



Operating cycle

Operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents. The Company has ascertained its operating cycle being a period within 12 months for the purpose of classification of assets and liabilities as current and non-current.

d. Inventories (valued at lower of cost and net realisable value)

Inventories are valued at lower of cost and net realisable value. Diesel & lubricate, components of store and spare parts are computed on first in first out basis (FIFO).

e. Revenue recognition

Revenue is recognised only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations includes sale of goods, services, service tax, excise duty and sales during trial run period, adjusted for discounts (net), and gain/loss on corresponding hedge contracts.

Interest income:

Interest income is recognised on a time proportion basis considering the contracted rate of return.

Dividend income:

Dividend income is recognised when the shareholders' right to receive payment is established.

f. Fixed assets and depreciation

Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes inward freight, duties, taxes and incidental expenses related to acquisition and installation incurred up to the date of commissioning of the assets. Fixed assets under construction, and cost of asset not ready to use before the reporting date are disclosed as capital work in progress. Assets held for disposal are stated at their estimated residual values as at the balance sheet date.

Assets individually costing up to Rs. 5,000 are fully depreciated in the year of purchase.

Expenditure incurred during the period of construction, including all direct and indirect expenses, incidental and related to construction, is carried forward and on completion, such costs are allocated to respective fixed assets.

Depreciation on Fixed Assets is provided on Written down Value (WDV) method over period of useful life of the assets as prescribed in **Schedule II to the Companies Act, 2013**.

For the assets purchased as second hand or acquired in merger & acquisition, cost and date is taken as cost incurred in acquiring them and date as date of acquiring them and remaining useful life of the asset has been taken as per estimates of Management.

g. Foreign currency transactions

a. Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.

b. Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.



c. Non-monetary foreign currency items are carried at cost.

d. In respect of integral foreign operations, all transactions are translated at rates prevailing on the date of transaction or that approximates the actual rate at the date of transaction. Monetary assets and liabilities are restated at the year end rates.

e. Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Profit and Loss Statement, except in case of long term liabilities, where they relate to acquisition of Fixed Assets, in which case they are adjusted to the carrying cost of such assets.

h. Investments

Current investments are carried at lower of cost and quoted/fair value, computed category-wise. Non Current investments are stated at cost. Provision for diminution in the value of Non Current investments is made only if such a decline is other than temporary.

i. Employee benefits

Short Term Employee Benefits

All employee benefits payable/available within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages and bonus etc. are recognised in the Statement of Profit and Loss in the period in which the employee renders the related service.

Post-Employment Benefits

Defined contribution plans:

A defined contribution plan i.e. provident fund is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal and constructive obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognised as an employee benefit expense in the Statement of Profit and Loss when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

Defined benefit plans:

A defined benefit plan i.e. gratuity, is a post-employment benefit plan.

Actuarial gains and losses in respect of post-employment and other long term benefits are charged to the Profit and Loss Statement.

Employee Separation Costs

Compensation to employees who have opted for retirement under the voluntary retirement scheme of the Company is charged to the Profit and Loss Statement in the year of exercise of option by the employee

j. Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand and fixed deposits with banks with original maturity of three months or less.

k. Borrowing costs

Borrowing costs (net of income on the temporary investment of those borrowings) that are attributable to the acquisition of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes a period of one year or more to get ready for its intended use. All other borrowing costs are charged to revenue.



l. Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset are classified as operating leases. Operating lease charges are recognized as an expense in the Statement of Profit and Loss on a straight line basis over the lease term.

m. Earnings per share

Basic earnings per share are calculated by dividing the net profit/(loss) for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted earnings per share are computed using the weighted average number of equity and dilutive equivalent shares outstanding during the year, except where results would be anti-dilutive.

n. Taxes on Income

Income-tax expenses comprise current tax (i.e. the amount of tax for the period determined in accordance with the Income-tax Act, 1961) and deferred tax charge or credit (reflecting the tax effects of the timing differences between the accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in the future. However, where there is unabsorbed depreciation or carry forward loss under taxation laws, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed at each Balance Sheet date and written down or written up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized. Deferred tax implications of timing differences, that originate during the tax holiday period and reverse after the tax holiday period are recognised in the year in which timing differences originate.

The credits arising from Minimum Alternative Tax paid are recognised as recoverable only if there is reasonable certainty that the respective Company of the Group will have sufficient taxable income in future years to utilise such credits.

o. Impairment of assets

Accounting Standard 28 'Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Statement in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount

p. Provisions and contingencies

The Group recognises a provision when there is a present obligation as a result of a past event and it is more likely than not that there will be an outflow of resources embodying economic benefits to settle such obligation and the amount of such obligation can be reliably estimated. Provisions are not discounted to its present value, and are determined based on the management's best estimate of the amount of obligation required at the year end. These are reviewed at each Balance Sheet date and adjusted to reflect current management estimates.

Contingent liabilities are disclosed in respect of possible obligations that have arisen from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of future events not wholly within the control of the Aryan Group. Contingent liabilities are also disclosed for present obligations in respect of which it is not probable that there will be an outflow of resources or a reliable estimate of the amount of obligation cannot be made.

When there is a possible obligation or a present obligation where the likelihood of an outflow of resources is remote, no disclosure or provision is made.



BALANCE SHEET

M/S SINDHU TRADE LINKS LIMITED
BALANCE SHEET AS AT 31.03.15

(Amount In Rs)

PARTICULARS	NOTE NO.	As At 31st March 2015	As At 31st March 2014
I. EQUITY & LIABILITIES			
Shareholder's Funds			
(a) Share capital	3	51,39,76,260	51,39,76,260
(b) Reserve & Surplus	4	2,01,42,46,101	1,61,79,05,599
Non-current liabilities			
(a) long term borrowings	5(a)	59,54,10,235	58,70,26,747
(b) Long-term Provisions	6(a)	3,22,74,820	2,19,15,777
Current Liabilities			
(a) Short term borrowings	5(b)	82,94,08,857	76,44,72,289
(b) Trade payables	7	25,99,63,635	20,95,18,485
(c) other current liabilities	8	1,09,05,01,142	1,52,05,53,363
(d) Short term provisions	6(b)	32,54,80,441	33,16,48,483
TOTAL		5,66,12,61,491	5,56,70,17,004
II. ASSETS			
Non Current Assets			
(a) Fixed assets	9		
(i) Tangible Assets		54,34,24,289	21,51,58,562
(ii) Capital work In progress		2,49,27,580	1,58,635
(b) Non-current Investments	10(a)	2,95,38,89,610	2,82,59,96,809
(c) Long term loan & Advances	11(a)	14,77,36,501	26,11,11,048
(d) Other non-current assets	12(a)	8,76,12,940	9,17,74,064
(e) Deferred Tax Asset (Net)		1,54,14,305	63,39,941
Current Assets			
(a) Current Investments	10(b)	66,700	53,540
(b) Inventories	13	1,62,78,522	1,41,99,989
(c) Trade Receivables	14	74,59,25,958	32,97,28,921
(d) Cash & Cash Equivalents	15	9,53,23,774	4,60,36,247
(e) Short term loan & advances	11(b)	99,89,82,132	1,76,68,14,668
(f) Other current assets	12(b)	3,16,79,180	96,44,560
TOTAL		5,66,12,61,491	5,56,70,17,004

CORPORATE INFORMATION

1

SIGNIFICANT ACCOUNTING POLICIES

2

The Accompanying notes are an integral part of the financial statements.

As per our Report of even date

For NAGAR GOEL & CHAWLA

Chartered Accountants

FRN : 009933N

FOR SINDHU TRADE LINKS LTD

(Deepak Nagar)

Partner

Membership No. 087456

Place : New Delhi

Date: 30-05-2015



(Satyapal Sindhu)
Managing Director

(Vir Sen Sindhu)
Whole Time Director

(Vikas Singh Hooda)
Chief Financial Officer

(Mahima Jain)
Company Secretary

STATEMENT OF TRADING AND PROFIT & LOSS**M/S SINDHU TRADE LINKS LIMITED****TRADING AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDING 31.03.2015**

(Amount in Rs)

	PARTICULARS	NOTE NO.	FOR THE YEAR ENDED ON 31ST MAR 2015	FOR THE YEAR ENDED ON 31ST MARCH 2014
I.	Revenue from operation	16	5,82,54,33,616	4,43,23,14,016
II.	Other income	17	2,21,24,699	2,17,20,264
III.	Total Revenue (I+II)		5,84,75,58,315	4,45,40,34,280
IV.	Expenses			
	(a) Cost of materials consumed			
	(b) Purchases of stock in trade	18	1,65,30,26,228	1,57,96,61,332
	(c) Changes in inventories of finished goods, work-in-progress and stock in trade	19	(20,78,534)	84,09,263
	(d) Employee Benefits Expenses	20	16,92,83,994	16,46,26,196
	(e) Finance Cost	21	31,32,80,903	22,92,63,352
	(f) Depreciation and amortization expenses		16,71,51,541	5,21,69,560
	(g) other Expenses	22	2,94,22,68,347	2,10,94,78,972
	Total Expenses		5,24,29,32,479	4,14,36,08,674
V.	Profit/ (Loss) before exceptional and extraordinary item and tax. (III-IV)		60,46,25,836	31,04,25,606
VI.	Exceptional items		-	-
VII.	Profit before extraordinary and tax (V+VI)		60,46,25,836	31,04,25,606
VIII.	Extraordinary Items			
IX.	Profit Before Tax (VII-VIII)		60,46,25,836	31,04,25,606
X.	Tax Expenses			
	(1) Current Tax		21,60,52,211	10,93,43,573
	(2) Deferred Tax		(90,74,364)	(49,05,491)
	(3) Previous Years Adjstment		5,09,739	-
XI.	Profit /(loss) for the period from continuing operations (VII-VIII)		39,71,38,250	20,59,87,524
XII.	Profit/(Loss) from discontinuing operations		-	-
XIII.	Tax expense of Discontinuing operations			
XIV.	Profit/(loss) from discontinuing operations (after tax) (XII-XIII)		-	-
XV.	Profit/ loss for the period (XI+XIV)		39,71,38,250	20,59,87,524
	Earnings per equity share:			
	(1) Basic		7.73	4.01
	(2) Diluted		7.73	4.01

As per our Report of even date
For NAGAR GOEL & CHAWLA
Chartered Accountants
FRN : 009933N



FOR SINDHU TRADE LINKS LTD

(Deepak Nagar)
Partner

Membership No. 087456
Place : New Delhi
Date: 30-05-2015

(Satyapal Sindhu)
Managing Director

(Vr Sen Sindhu)
Whole Time Director

(Vikas Singh Hooda)
Chief Financial Officer

(Mahima Jain)
Company Secretary

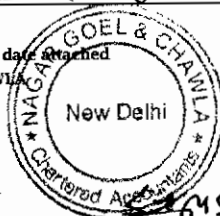


SINDHU TRADE LINKS LIMITED

Cash Flow Statement for the year ending on 31st March 2015

PARTICULARS	31-03-15	31-03-14
CASH FLOW FROM OPERATING ACTIVITIES :		
Net profit as per Profit and Loss Account	39,71,38,250	20,59,87,524
Adjustment for :		
Depreciation and amortisation expenses	16,71,51,541	5,21,69,560
Loss/(Profit) on Sale of Fixed Assets	(23,81,496)	(18,74,240)
Loss/(Profit) on Sale of Investments	84,84,187	-
Interest Paid	31,22,21,356	22,94,63,337
Decrease/(Increase) in value of investments	(13,160)	-
Provision For Income tax	20,74,87,586	10,44,38,082
Provision Adjustment for Earlier years	(14,766)	-
Adjustment Relating to Fixed Assets on change in Dep	(7,82,982)	-
Provision for Gratuity	1,04,43,700	83,31,246
Dividend Income	(1,98,659)	(7,86,563)
Operating Profit before working capital changes	1,09,95,35,557	59,77,28,946
Adjustment for :		
Increase/(Decrease) in Trade Payables	5,04,45,150	(15,77,01,762)
Increase/(Decrease) in Other Current Liabilities	(43,00,52,221)	1,31,09,65,484
Decrease/(Increase) in Trade Receivables	(41,61,97,037)	17,47,97,264
Decrease/(Increase) in Long Term Loans and Advances and Other Non- Current Assets	-	(11,66,51,711)
Decrease/(Increase) in Short Term Loans and Advances and Other Current Assets	82,99,13,315	(90,11,86,982)
Decrease/(Increase) in Inventories	(20,78,533)	84,09,263
	1,13,15,66,230	91,63,60,502
Income Tax paid	(19,35,55,500)	(4,75,05,657)
Net Cash from operating activities (A)	93,80,10,730	86,88,54,845
CASH FROM INVESTING ACTIVITIES :		
Sale/transfer of fixed assets	58,64,767	93,24,882
Dividend Received	1,98,659	7,86,563
Proceeds from sale of Investment to others	2,89,18,713	-
Purchase of Fixed Assets	(52,36,69,466)	(2,47,40,846)
(Investment in Fixed Deposits) / Proceeds from Fixed	41,61,124	-
Tax Paid/Refund	-	4,71,21,261
Investment Made- Others(Net)	(16,52,95,701)	(27,66,280)
Investment in the shares of Subsidiaries Company	-	(77,87,36,900)
Net cash used in investing activities (B)	(64,98,21,904)	(74,90,11,320)
CASH FLOW FROM FINANCING ACTIVITIES :		
Net Proceeds From Long Term Borrowings	83,83,488	(28,43,11,371)
Net Proceeds From Short Term Borrowings	6,49,36,568	33,16,06,984
Interest Paid	(31,22,21,356)	(22,94,63,337)
Net cash from in financing activities (C)	(23,89,01,300)	(18,21,67,723)
Net increase/decrease in cash and cash equivalents (A+B+C)	4,92,87,527	(6,23,24,199)
Cash and cash equivalents (Opening Balance)	4,60,36,247	10,83,60,446
Cash and cash equivalents (Closing Balance)	9,53,23,774	4,60,36,247

As per our Report of even date attached
For NAGAR GOEL & CHAWLA
Chartered Accountants
FRN : 009933N



FOR SINDHU TRADE LINKS LIMITED

(Vir Sen Sindhu)
Whole Time Director

(Vikas Singh Hooda)
Chief Financial Officer

(Mahima Jain)
Company Secretary

(Deepak Nagar)
Partner
Membership No. 087456
Place : New Delhi
Date : 30th May 2015

(Satyapal Sindhu)
(Managing Director)

M/S SINDHU TRADE LINKS LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2015
3

Share Capital	As At 31st March 2015	As At 31st March 2014
(a) Share Capital		
Authorised Share Capital		
5,20,00,000 Equity Shares of Rs. 10/- each	52,00,00,000	52,00,00,000
Issued, Subscribed & Paid up Capital		
51,39,76,260 Shares of Rs.10/- each fully paid up	51,39,76,260	51,39,76,260
	51,39,76,260	51,39,76,260

3(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity shares	As At 31st March 2015		As At 31st March 2014	
	Number	Amount	Number	Amount
Equity shares of Rs 10 each				
At the beginning of the year	5,13,97,626	51,39,76,260	5,13,97,626	51,39,76,260
Add: Equity shares issued during the Year for				
Outstanding at the end of the year	5,13,97,626	51,39,76,260	5,13,97,626	51,39,76,260

3(b) Details of shareholders holding more than 5% shares in the company

Particulars	As At 31st March 2015		As At 31st March 2014	
	Number	%	Number	%
Equity shares of Rs 10 each				
Name of Shareholders				
Paramitra Holdings Pvt. Ltd.	76,00,000	14.79%	76,00,000	14.79%
Vrit Pal Sindhu	37,10,976	7.22%	37,10,976	7.22%
Vir Sen Sindhu	36,03,250	7.01%	36,03,250	7.01%
Satya Pal Sindhu	33,66,780	6.55%	33,66,780	6.55%
Rudra Sen Sindhu	29,10,400	5.66%	29,10,400	5.66%
Dev Suman Sindhu	29,08,840	5.66%	29,08,840	5.66%
Abhimanyu Sindhu	27,25,800	5.30%	27,25,800	5.30%



M/S SINDHU TRADE LINKS LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2015

4	Reserve & Surplus		
		As At 31st March 2015	As At 31st March 2014
	Surplus		
	Balance as at Last Balance Sheet	62,96,76,682	56,15,73,555
	Addition during the Year:		
	Profit for the year	39,71,38,250	20,59,87,524
		1,02,68,14,932	
	Provision Adjustment for Earlier years	(14,766)	(3,84,396)
	Transfer to Debenture Redemption Reserve	-	13,75,00,000
	Adjustment Relating to Fixed Assets(As per Note No-9)	7,82,982	-
	Balance at the End	1,02,60,17,184	62,96,76,682
	Securities Premium Reserve		
	Balance as Last Balance Sheet	73,12,48,900	73,12,48,900
	Balance at the End	73,12,48,900	73,12,48,900
	Capital Reserve		
	Balance as Last Balance Sheet	76,46,980	76,46,980
	Addition during the Year:	-	-
	Balance at the End	76,46,980	76,46,980
	General Reserve		
	Balance as Last Balance Sheet	11,06,33,037	1,24,94,091
	Transfer From Special Reserve Fund	-	9,81,38,946
	Transfer From Debenture Redemption Reserve	13,75,00,000	-
	Balance at the End	24,81,33,037	11,06,33,037
	Special Reserve Fund		
	Balance as Last Balance Sheet	-	9,81,38,946
	Transfer to General Reserve	-	9,81,38,946
	Balance at the End	-	-
	Capital Redemption Reserve		
	Balance as Last Balance Sheet	12,00,000	12,00,000
	Balance at the End	12,00,000	12,00,000
	Debenture Redemption Reserve		
	Balance as Last Balance Sheet	13,75,00,000	-
	Transfer during the year	13,75,00,000	13,75,00,000
	Balance at the End	-	13,75,00,000
		2,01,42,46,101	1,61,79,05,599

