

Independent Auditors' Report**To the Members of****Inland & Coastal Shipping Limited****CIN - U61100WB2016GOI217822****Report on the Ind AS Financial Statements**

We have audited the accompanying Ind AS financial statements of **Inland & Coastal Shipping Limited** which comprise the balance sheet as at 31st March 2018, the statement of profit and loss, the statement of cash flows and the statement of changes in equity for the year then ended and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Ind AS financial statements").

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the preparation of these Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity in accordance with the accounting principles generally accepted in India, including the Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder. The Board of Directors of the company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Ind AS financial statements by the Directors, as aforesaid.

Auditors' Responsibility

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

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



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An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 including the Ind AS, of the financial position, as at 31 March 2018 and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year then ended.

Report on Other Legal and Regulatory Requirements

1. As required the Companies (Auditor's Report) Order, 2016 (the order) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 we give in the Annexure-A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required under sub section (5) of Section 143 of the Act, in case of a Government company, we give the Annexure-B a statement on the matters specified in the directions issued by the Office of the Comptroller and Auditor General of India.

2. As required by Section 143(3) of the Act, we report, that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Ind AS financial statements.

(b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Ind AS financial statements have been kept so far as it appears from our examination of those books.

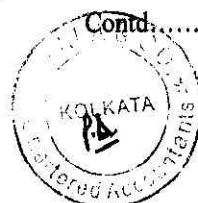
(c) The balance sheet, the statement of profit and loss, the statement of cash flows and statement of changes in equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the Ind AS financial statements.

(d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued there under.

(e) Sec 164(2) of the Act is not applicable as the company is a Government Company.

(f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate report in Annexure-C; and

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LIHALA & CO.

CHARTERED ACCOUNTANTS

11, Crooked Lane, Kolkata-700 069

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

- i. As represented by the company, the Company does not have any pending litigations which would impact its financial position.
- ii. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
- iii. As represented by the company, there is no amount required to be transferred to Investor Education and Protection Fund by the Company

Place: 11, Crooked Lane,
Kolkata – 700 069

Date: 4th day of May, 2018



For Lihala & Co.
Chartered Accountants
Firm Registration No. 315052E

Priyam Dalmiya
Priyam Dalmiya
Partner
M. No. 303794

ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

With reference to the Annexure "A" referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our report of even date to the Members of **Inland & Coastal Shipping Limited** on the financial statement for the year ended 31st March, 2018, we report that:

- i. (a) According to the information and explanation given to us, company has no fixed assets during the year. As the company has no fixed assets, clause 3 (i) of the Order is not applicable to the company.
- ii. (a) According to the information and explanation given to us, company has no inventory during the year. As the company has no inventory, clause 3 (ii) of the Order is not applicable to the company.
- iii. (a) The company has not granted any loan, secured or unsecured to companies, firms and other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly clause 3(iii)(b) and (c) of the order is not applicable.
- iv. During the year, Company has not made any loans or investments or given any guarantees and hence disclosure under this clause related to compliance with the provisions of Section 185 and 186 of the Act does not arise.
- v. The Company has not accepted any deposits from the public and as such clause 3(v) of the Order is not applicable.
- vi. As explained to us by the management maintenance of cost records under sub section 148(1) of the Companies Act, 2013 is not required.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other materials statutory dues were in arrears as at 31st March 2018 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no material dues of wealth tax, duty of customs and cess which have not been deposited with the appropriate authorities on account of any dispute.



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- viii. The Company has not defaulted in repayment of loans or borrowings from any financial institutions, banks, government or debenture holders during the year.
- ix. The company has not raised any money by way of initial public offer or further public offer including debt instruments and term Loans during the year. Accordingly, the provisions of clause 3 (ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- xi. The Company is a government company, and the provisions of section 197 are not applicable to it. Therefore clause (xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly clause 3 (xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013 and the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order is not applicable.
- xv. According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly paragraph 3 (xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-1A of Reserve Bank of India Act, 1934.

Place: 11, Crooked Lane,
Kolkata – 700 069

Date: 4th day of May, 2018



For Lihala & Co.
Chartered Accountants
Firm Registration No. 315052E

Priyam Dalmiya
Priyam Dalmiya
Partner
M. No. 303794

ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT

Directions under Section 143(5) of the Companies Act, 2013 on the Accounts of Inland & Coastal Shipping Limited for the year ended 31st March, 2018

Sl. No.	Direction	Comment
1	Whether the company has clear title/lease deeds for freehold and leasehold respectively? If not please state the area of freehold and leasehold land for which title/lease deeds are not available?	During the year under review company does not own any freehold and leasehold lands.
2	Whether there are any cases of waiver/write off of debts/loans/interest etc., if yes, the reasons there for and amount involved.	During the year under review company did not waiver/write off any debts/loans/interests etc.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift/grant(s) from the Govt. or other authorities.	During the year under review company does not own any inventory and no inventory is lying with third party also company has not received any asset as gift from the government and other authorities; hence this clause is not applicable.

Place: 11, Crooked Lane,
Kolkata – 700 069

Date: th 4 day of May, 2018



For Lihala & Co.
Chartered Accountants
Firm Registration No. 315052E

Priyam Dalmiya

Priyam Dalmiya
Partner

M. No. 303794

ANNEXURE "C" TO THE INDEPENDENT AUDITORS' REPORT**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the Ind AS financial statements of the Company as of and for the year ended 31st March 2018, we have audited the internal financial controls over financial reporting of **Inland & Coastal Shipping Limited**, as of that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

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Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

Place: 11, Crooked Lane,
Kolkata – 700 069

Date: 4th day of May, 2018



For Lihala & Co.
Chartered Accountants
Firm Registration No. 315052E

Priyam Dalmiya
Priyam Dalmiya
Partner
M. No. 303794

INLAND & COASTAL SHIPPING LTD
Standalone Balance Sheet
CIN: U61100WB2016GOI217822
(All amounts in INR lakhs, unless otherwise stated)

	Notes	As at 31 March 2018	As at 31 March 2017
ASSETS			
Non-current assets			
Property, plant and equipment		-	-
Capital work-in-progress		-	-
Other intangible assets		-	-
Financial assets			
i. Investments		-	-
ii. Loans		-	-
iii. Other financial assets		-	-
Deferred tax assets (net)		-	-
Tax assets (net)		-	-
Other non-current assets		-	-
Total non-current assets		-	0.00
Current assets			
Inventories		-	-
Financial assets			
i. Investments		-	-
ii. Trade receivables		-	-
iii. Cash and cash equivalents	02	0.39	5.00
iv. Bank balances other than (iii) above	03	4.50	-
v. Loans		-	-
vi. Other financial assets	04	0.19	-
Income Tax Assets (Net)	05	0.02	-
Assets classified as held for sale		-	-
Total current assets		5.10	5.00
Total assets		5.10	5.00
EQUITY AND LIABILITIES			
Equity			
Equity share capital	06	5.00	5.00
Other equity		-	-
i. Reserves and Surplus	07	(9.62)	(9.48)
ii. Other Reserves		-	-
Total equity		(4.62)	(4.48)
LIABILITIES			
Non-current liabilities			
Financial liabilities			
i. Borrowings		-	-
ii. Other financial liabilities		-	-
Provisions		-	-
Deferred tax liabilities (net)		-	-
Other non-current liabilities		-	-
Total Non Current Liabilities		-	0.00
Current liabilities			
Financial liabilities			
i. Borrowings		-	-
ii. Trade payables		-	-
iii. Other financial liabilities	08	9.56	9.33
Provisions	09	0.15	0.15
Current tax liabilities (net)		-	-
Other current liabilities		-	-
Total current liabilities		9.71	9.48
Total liabilities		9.71	9.48
TOTAL EQUITY & LIABILITIES		5.10	5.00

The accompanying notes and significant accounting policies are an integral part of these financial statements.

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For and on behalf of the Board of Directors,

As per our report of even date attached hereto.

Mrs. H. K. Joshi
Director

S. Mandal
Director

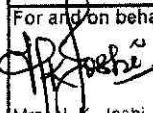
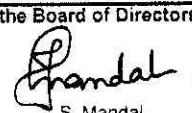
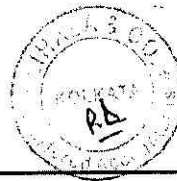
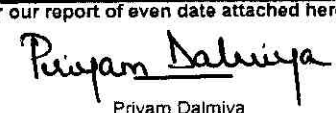


Priyam Dalmiya
Priyam Dalmiya
Partner, M. No. 303794
M/s Lihala & Co., Chartered Accountants
Firm Registration No. 315052E
Kolkata dated 4th May 2018

Mumbai dated 4th May, 2018

INLAND & COASTAL SHIPPING LTD
Standalone Statement of profit and loss
CIN: U61100WB2016GOI217822

(All amounts in INR lakhs, unless otherwise stated)

	Note	Year ended 31 March 2018	Year ended 31 March 2017
Revenue from operations			-
Other income	10	0.21	-
Total income		0.21	-
Expenses			
Cost of fuel consumed		-	-
Operating expenditure		-	-
Employee benefits expense		-	-
Finance costs		-	-
Depreciation and amortisation expense		-	-
General, administration and other expenses	11	0.35	0.17
Preliminary expenses	12	-	9.31
Total expenses		0.35	9.48
Profit / (Loss) before exceptional items and tax		(0.14)	(9.48)
Exceptional items		-	-
Profit / (Loss) before tax		(0.14)	(9.48)
Tax expense		-	-
- Current tax		-	-
- Deferred tax		-	-
Total tax expense		(0.14)	(9.48)
Profit / (Loss) for the Year		(0.14)	(9.48)
Other comprehensive income			
Items that will not be reclassified to profit or loss:		-	-
Remeasurements of post-employment benefit obligations		-	-
Income tax relating to these items		-	-
Other comprehensive income for the year, net of tax		(0.14)	(9.48)
Total comprehensive income for the year		(0.14)	(9.48)
Profit / (Loss) is attributable to:			
Owners of I&CSL Limited		(0.14)	(9.48)
Non-controlling interests		-	-
Other comprehensive income is attributable to:			
Owners of I&CSL Limited		-	-
Non-controlling interests		-	-
Total comprehensive income is attributable to:			
Owners of I&CSL Limited		-	-
Non-controlling interests		-	-
Earnings per equity share			
Basic earnings per share (Rupees)	13	(0.27)	-18.96
Diluted earnings per share (Rupees)		(0.27)	-9.48
The accompanying notes and significant accounting policies are an integral part of these financial statements.			
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For and on behalf of the Board of Directors,		As per our report of even date attached hereto.	
 Mrs. H. K. Joshi Director	 S. Mandal Director		 Priyam Dalmiya Partner, M. No. 303794 M/s Lihala & Co., Chartered Accountants Firm Registration No. 315052E Kolkata dated 4 th MAY, 2018
Mumbai dated 4 th MAY, 2018			

INLAND & COASTAL SHIPPING LTD
Cash Flow Statement
CIN: U61100WB2016GOI217822

(All amounts in INR lakhs, unless otherwise stated)

	Note	Year ended 31 March 2018	Year ended 31 March 2017
A Cash Flow from operating activities			
Profit / (Loss) before income tax		(0.14)	(9.48)
Adjustments for			
Add:			
Depreciation and amortisation expenses		-	-
Finance costs		-	-
Loss on assets sold or discarded		-	-
Unrealised exchange rate difference		-	-
Bad debts and irrecoverable balances written off		-	-
Provision for doubtful debts		-	-
Provision for diminution of value of investment		-	-
Less:			
Dividend received		(0.21)	-
Interest received		-	-
Provisions no longer required		-	-
Provision for doubtful debt written back		-	-
Profit on sale of investment		-	-
Surplus on sale of fixed assets		-	-
Net exchange differences		-	-
Unwinding of discount on security deposits		-	-
Change in operating assets and liabilities			
(Increase)/decrease in trade receivables		-	-
(Increase)/decrease in other financial assets		-	-
(Increase)/decrease in other non-current assets		-	-
(Increase)/decrease in other current assets		-	-
(Increase)/decrease in inventories		-	-
Increase/(decrease) in trade payables		-	-
Increase/(decrease) in other financial liabilities		-	-
Increase/(decrease) in provisions		-	0.15
Increase/(decrease) in other non-current liabilities		-	-
Increase/(decrease) in other current liabilities		0.23	9.33
Cash generated from operations			
Income taxes paid		-	-
Net cash inflow from operating activities (A)		(0.12)	0.00
B Cash flow from investing activities:			
Purchase of property, plant and equipment/ intangible assets		-	-
Capital advances		-	-
Acquisition of non-controlling interests		-	-
Sale proceeds of property, plant and equipment		-	-
Investment in equity shares made by holding company The SCI LTD		-	5.00
Investment in equity shares of associates		-	-
Proceeds from sale of investments		-	-
Purchase of non-current investments		(4.50)	-
Redemption of preference shares		-	-
Long term deposits		-	-
Short term deposits		-	-
Interest received		-	-
Dividend received		-	-
Net cash inflow (outflow) from investing activities (B)		(4.50)	5.00

C Cash flow from financing activities

Repayment of long term borrowings
 Repayment of short term borrowings
 Payment of unclaimed dividend
 Dividend on shares (including dividend distribution tax)
 Amounts deposited in bank accounts towards unpaid dividends
 Interest paid
 Investment in equity shares of a subsidiary

Net cash inflow (outflow) from financing activities (C)

Net increase/(decrease) in cash and cash equivalents (A+B+C)

(4.62)

5.00

Add: Cash and cash equivalents at the beginning of the financial year

5.00

Cash and cash equivalents at the end of the year

0.39

5.00

Non Cash Financing and investing activities

Acquisition of property, plant and equipment by means of finance lease

Reconciliation of Cash Flow statements as per the cash flow statement

Cash Flow statement as per above comprises of the following

31 March 2018

31 March 2017

Cash and cash equivalents

0.39

5.00

Bank overdrafts

Balances as per statement of cash flows

0.39

5.00

The accompanying notes and significant accounting policies are an integral part of these financial statements.

1 to 16

For and on behalf of the Board of Directors,

As per our report of even date attached hereto.

Mrs. H.K. Joshi
 Director

S. Mandal
 Director



Priyam Dalmiya
 Partner, M. No. 303794

M/s Lihala & Co., Chartered Accountants
 Firm Registration No. 315052E
 Kolkata dated 4th May 2018

Mumbai dated 4th May 2018

INLAND & COASTAL SHIPPING LTD
Standalone Statement of changes in equity
CIN: U61100WB2016GOI217822

(All amounts in INR lakhs, unless otherwise stated)

A. Equity Share Capital (Refer Note 5)

Balance as at 31 March 2017	5.00
Changes in equity share capital	-
Balance as at 31 March 2018	5.00

B. Other Equity

Note	Capital Reserve	Securities Premium Reserve	Retained Earnings	Reserves and Surplus			Total equity
				General Reserve	Tonnage Tax Reserve	Tonnage Tax Reserve (utilized)	
Balance as at 31 March 2017	-	-	(9.48)	-	-	-	(9.48)
Profit for the year 2017	-	-	(0.14)	-	-	-	(0.14)
Other Comprehensive Income for the year	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	(0.14)	-	-	-	(0.14)
Transfer from debenture redemption reserve	xx	-	-	-	-	-	-
Transfer to debenture redemption reserve	xx	-	-	-	-	-	-
Transfer to general reserve	xx	-	-	-	-	-	-
Dividend paid on equity shares	xx	-	-	-	-	-	-
Dividend distribution tax paid	xx	-	-	-	-	-	-
Balance as at 31 March 2018	-	-	(9.62)	-	-	-	(9.62)

The accompanying notes and significant accounting policies are an integral part of these financial statements.

1 to 16

For and on behalf of the Board of Directors.

Mrs. H. K. Joshi
Director

S. Mandal
Director

As per our report of even date attached hereto.

Priyam Dalmiya
Priyam Dalmiya

Partner, M. No. 303794
M/s Lihala & Co., Chartered Accountants
Firm Registration No. 315052E
Kolkata dated 4th May 2018

Mumbai dated 4th May, 2018

Significant Accounting Policies

General information

Inland & Coastal Shipping Limited (I&CSL) has been formed as a wholly owned subsidiary of The Shipping Corporation of (I) Limited (SCI) with Corporate Office at Kolkata on 29.09.2016 to harness business potential in the areas of inland and coastal shipping.

These financial statements were authorised for issue by the board of directors on _____, 2018.

1. Basis of preparation, measurement and significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below.

1.1 Basis of Preparation

(a) Compliance with Indian Accounting Standards

The financial statements of the company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and relevant provisions of the Companies Act, 2013 ("the Act") and current practices prevailing within the Shipping Industries in India. The policies set out below have been consistently applied during the year presented.

The Company has prepared these financial statements for the year ended 31 March 2018 in accordance with Ind AS.

(b) Historical cost convention

The financial statements have been prepared under the historical cost convention

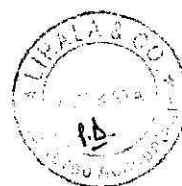
The assets and liabilities reported in the balance sheet are classified on a "current/non-current basis". Current assets, which include cash and cash equivalents, are assets that are intended to be realized, sold or consumed during the normal operating cycle of the Company or in the 12 months following the balance sheet date; current liabilities are liabilities that are expected to be settled during the normal operating cycle of the Company or within the 12 months following the close of the financial year.

1.2 Cash and cash equivalents

Cash and cash equivalents includes cash at bank and in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less from date of acquisition.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above.

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INLAND & COASTAL SHIPPING LIMITED

Notes to the Financial Statement for the year ended 31 March 2018

CIN: U61100WB2016GOI217822

1.3 Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated.

1.4 Earnings per share

Basic and Diluted earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period.

1.5 Cash flow statement

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

1.6 Investment

All investments have been recorded as per transaction cost.



INLAND & COASTAL SHIPPING LTD
Notes to Standalone Financial Statements
CIN: U61100WB2016GOI217822
(All amounts in INR lakhs, unless otherwise stated)

2. Cash and Bank Balances

Particulars	As at 31 March 2018	As at 31 March 2017
Cash and cash equivalents		
1 Bank Balances		
Current Account	0.39	5.00
Inter Bank Transfers	-	-
Term Deposit maturing within 3 months	-	-
2 Cash Balances, including imprest	-	-
3 Margin Money for Bank Guarantee	-	-
Total	0.39	5.00

Note:

An amount of Rs. 4,50,000 (Rupees Four Lakh Fifty Thousand only) has been invested in two numbers of FDs @ Rs. 2,25,000 each and payment of Statutory audit fees for Rs. 11,500/- including service tax made during FY 2017-18.

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M/s Inland & Coastal Shipping Limited
CIN: U61100WB2016GOI217822

3. Bank balances other than cash and cash equivalents

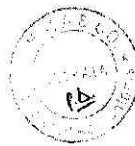
Particulars	31 March 2018		31 March 2017	
	Current	Non-Current	Current	Non-Current
Earmarked Balances with bank towards unpaid dividend	-	-	-	-
Margin money for Bank Guarantee	-	-	-	-
Other Deposits with banks	4.50	-	-	-
Total Bank balances other than cash and cash equivalents	4.50	-	-	-

4. Other financial assets

Particulars	31 March 2018		31 March 2017	
	Current	Non-Current	Current	Non-Current
Income accrued on deposits/investments	0.19	-	-	-
Advance recoverable towards land	-	-	-	-
Unbilled Revenue	-	-	-	-
Others	-	-	-	-
Total other financial assets	0.19	-	-	-

5. Income Tax Asset (Net)

	31 March 2018	31 March 2017
<i>Income Tax Asset (Net)</i>		
TDS on Accrued Interest on Term Deposit	0.02	-
Deferred tax (net)	0.02	-

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(All amounts in INR lakhs, unless otherwise stated)

31 March 2018	As at 31 March 2017
------------------	------------------------

1,00,00,000 [31 March 2018: 1,00,00,000 & 1st April 2017: 1,00,00,000] Equity Shares of INR 10 each

1,000.00

1,000.00

50,000 [31 March 2018: 50,000 & 1st April 2017: 50,000] Equity Shares of INR 10 each

5.00

5.00

5.00

5.00

As at 31st March 2018		As at 31 March 2017	
Number of shares	Amount	Number of shares	Amount

Balance as at the beginning of the year

50,000

5.00

50,000

5.00

Add: Bonus Shares issued during the year

—

9

Less: Shares bought back during the year

1

•

1

Balance as at the end of the year

50.000

5.00

50,000

5.00

INLAND & COASTAL SHIPPING LTD**Notes to Standalone financial statements****CIN: U61100WB2016GOI217822**

(All amounts in INR lakhs, unless otherwise stated)

07. Reserves and surplus

	31 March 2018	31 March 2017
Capital reserve	-	-
Securities premium reserve	-	-
General reserve	-	-
Retained Earnings	(9.62)	(9.48)
Total reserves and surplus	(9.62)	(9.48)

Surplus in the Statement of Profit and Loss

	31 March 2018	31 March 2017
Opening balance	(9.48)	-
Add: Profit / (Loss) for the year	(0.14)	(9.48)
Add: Other comprehensive income for the year	-	-
Closing Balance	(9.62)	(9.48)

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INLAND & COASTAL SHIPPING LTD
Notes to Standalone Financial Statements
CIN: U61100WB2016GOI217822
(All amounts in INR lakhs, unless otherwise stated)

8. Other Financial Liabilities

	31 March 2018		31 March 2017	
	Current	Non-Current	Current	Non-Current
Payable to M/s SCI Ltd	9.56	-	9.33	-
Total Other Financial Liabilities	9.56	-	9.33	-

Particulars	Amount(Rs.)	Amount(Rs.)
Expenditure incurred by SCI in 2017-18:		
Filing fees for Form DIR 12	3000	
Professional fees for Accounts Conversion etc.	14160	
Filing fees for AOC 4	2439	
Professional Fees for filing Annual Return	2360	
Professional fees for filing DIR 12	1180	
Total	23139	

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INLAND & COASTAL SHIPPING LTD
Notes to Standalone Financial Statements
CIN: U61100WB2016GOI217822
(All amounts in INR lakhs, unless otherwise stated)

9. Provisions

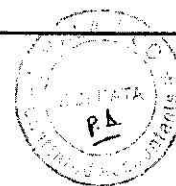
	31 March 2018		31 March 2017	
	Current	Non-Current	Current	Non-Current
Other Provisions				
Provision for statutory audit fees	0.10		0.10	-
Provision for Profession Tax Registration	0.025		0.025	-
Provision for Trade License Registration	0.025		0.025	-
Total Provisions made	0.15		0.15	-

Note:

(a) Provision for statutory audit fees amounting to Rs. 10,000 (Rupees Ten Thousand) payable to M/s Lihala & Co is made in books of M/s I&CSL for the FY 2017-18 as per appointment order received from C&AG.

(b) Provision for Trade License application and Profession Tax registration amounting to Rs. 2,500 (Rupees Two Thousand Five Hundred) each has been made in 2016-17 as per requirement of respective Acts is still carried forward.

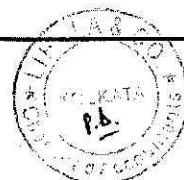
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INLAND & COASTAL SHIPPING LTD
Notes to Standalone financial statements
CIN: U61100WB2016GOI217822
 (All amounts in INR lakhs, unless otherwise stated)

	31 March 2018	31 March 2017
10. Other Income		
Interest on Financial Assets carried at amortized cost		
a) Fixed deposits with banks	0.21	-
b) Others	-	-
Total	0.21	-
11. General, administration and Other expenses	31 March 2018	31 March 2017
Payment for Registrations		
Trade License	-	0.025
Profession Tax	-	0.025
Payment to auditors	-	-
Statutory auditors		
a) Audit fees	0.12	0.10
b) Other matters	-	-
c) Out of pocket expenses	-	-
Payments to the Cost Auditors	-	-
Professional fees, filing fees etc.	0.23	0.023
Total	0.35	0.17
12. Preliminary expenses	31 March 2018	31 March 2017
Stamp Duty & Filing Fees for MOA, AOA, Forms INC1, INC7, DIR12	0.00	8.85
Legal Consultancy	0.00	0.44
Common seal, Register and Share Certificates printing	0.00	0.02
Total	0.00	9.31
13. EARNING PER SHARE (EPS)	31 March 2018	31 March 2017
Particulars		
Net Profit /(Loss) after tax as per statement of Profit and Loss attributable to Equity Shareholders (₹)	(13,509)	(9,48,135)
Weighted Average Number of Equity Shares used as denominator for calculating Basic EPS	50,000	50,000
Weighted Average Number of Equity Shares used as denominator for calculating Diluted EPS	50,000	1,00,000
Basic Earning Per Share (₹)	(0.27)	(18.96)
Diluted Earning Per Share (₹)	(0.27)	(9.48)
Face Value per Equity Share (₹)	10	10

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INLAND & COASTAL SHIPPING LTD

Notes to Standalone Financial Statements

CIN: U61100WB2016GOI217822

(All amounts in INR lakhs, unless otherwise stated)

14. Related Party Disclosure

I&CSL is a wholly owned subsidiary of SCI. The preliminary expenses along with Professional Fees, filing fees, etc., incurred by SCI as Holding company amounting to Rs. 9.56 Lakhs absorbed in the books of I&CSL shown as payable to SCI under Current Liabilities.

15. Deferred Tax Asset or Liability

Timing difference has not been originated during the year hence no Deferred Tax Asset or Liability has been recognised as per Ind AS 12.

16. Regrouping / Rearrangement

The figures of previous year have been regrouped or rearranged wherever necessary to confirm to current year's presentation as per schedule III (Division II) to the Companies Act 2013

