

Ennore Port Limited

(A MINI RATNA GOVERNMENT OF INDIA UNDERTAKING)

एण्णूर पोर्ट लिमिटेड

(भारत का सरकारी मिनिस्ट्रल उपक्रम)

TENTH ANNUAL REPORT 2009 - 10

दसवॉ वार्षिक रिपोर्ट 2009-10



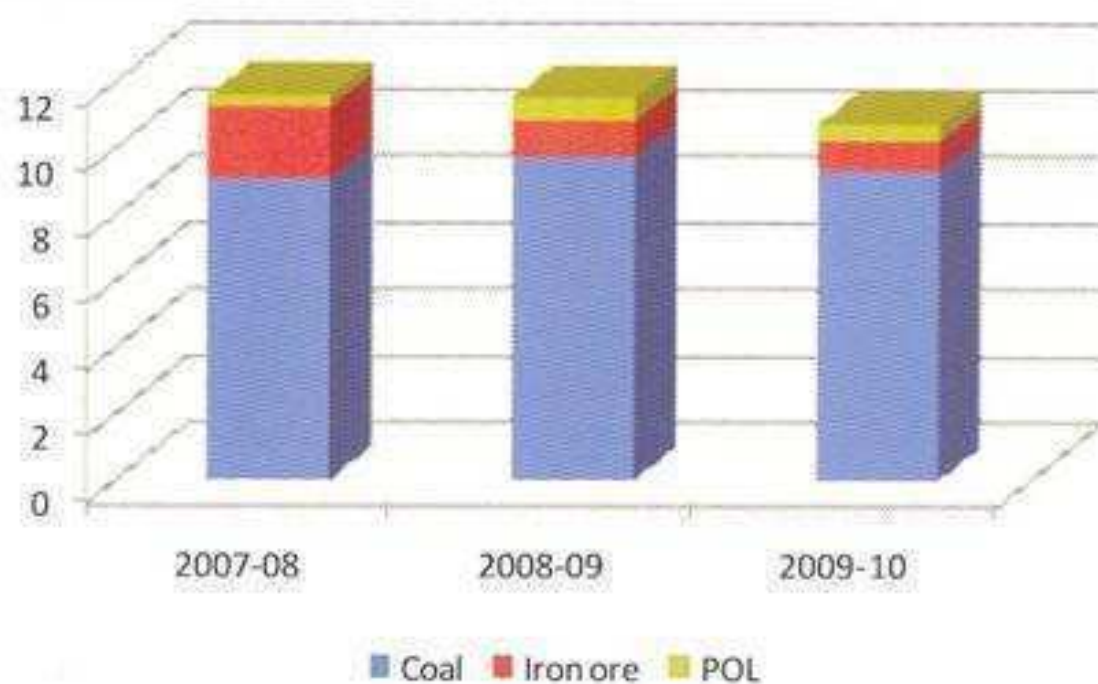
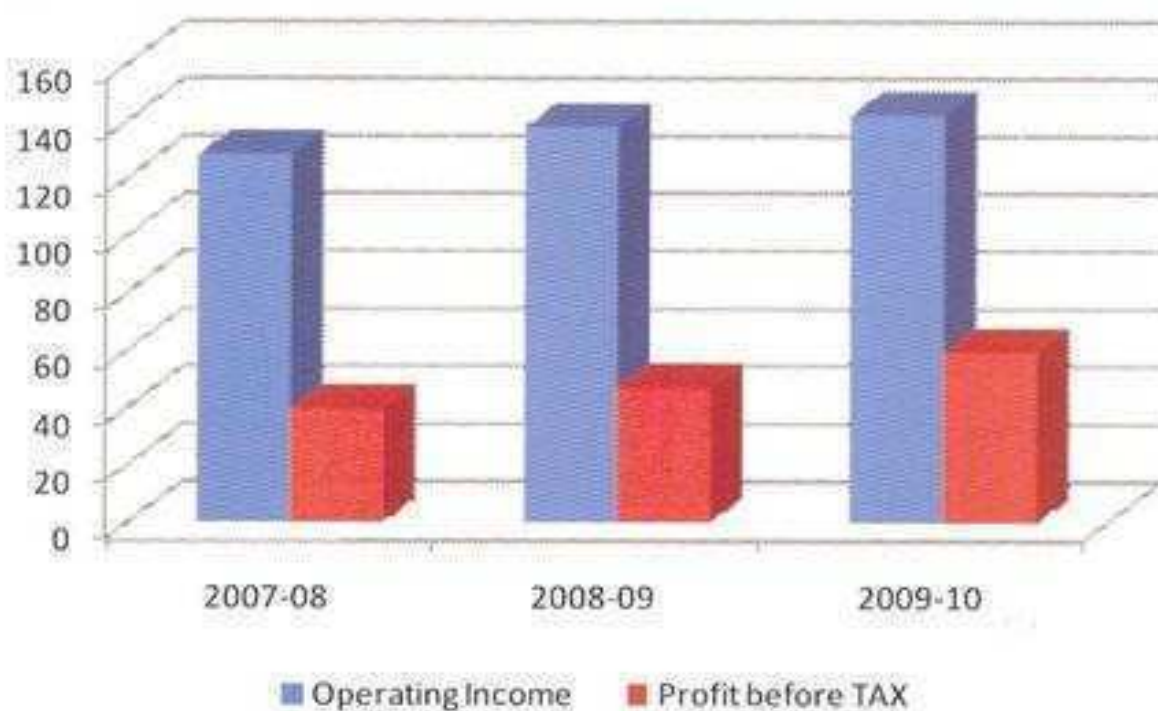
PRESENTING OF MAIDEN DIVIDEND



India's Port of the Millennium...

इस मिलेनियम का भारतीय पोर्ट...

SUSTAINING THE STRONG PERFORMANCE



ENNORE PORT LIMITED

(A MINI RATNA GOVERNMENT OF INDIA UNDERTAKING)

TENTH ANNUAL REPORT

2009 - 10

ENNORE PORT LIMITED

(A MINI RATNA GOVERNMENT OF INDIA UNDERTAKING)

BOARD OF DIRECTORS

Shri S. Velumani

Chairman cum Managing Director

Shri Rakesh Srivastava, I.A.S.

Government Nominee Director

Capt. Subhash Kumar

Government Nominee Director

Capt. D.K. Mohanty

Whole time Director (Marine Services)

Shri C. Damodaran

Whole time Director (Operations)

Shri U. Sundararajan

Independent Director

Shri S. Gopalan

Independent Director

General Manager (Fin) & Secretary

Shri M. Gunasekaran

AUDITORS

M/s Padmanabhan Prakash & Co.

Chartered Accountants

PRINCIPAL BANKERS

Andhra Bank

Canara Bank

Union Bank of India

Regd. & Corporate Office

: P.T. Lee Chengalvaraya Naicker Maaligai,
23, Rajaji Salai, Chennai - 600 001.

Port Office

: Vallur Post, Chennai 600 120.

BOARD OF DIRECTORS



Shri S. Velumani
Chairman Cum Managing Director



Shri Rakesh Srivastava
GOI Director



Shri Subash Kumar
Director Chennai Port Trust



Capt. D. K. Mohanty
Whole Time Director (Marine Services)



Shri C. Damodaran
Whole Time Director (Operations)



Shri U. Sundararajan
Independent Director



Shri S. Gopalan
Independent Director

KEY OFFICIALS



Shri Sanjay Kumar
General Manager (CP & HR)



Shri R. Senthil Kumar
General Manager (Operations)



Shri M. Gunasekaran
Genl. Manager (Fin) & Secretary

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ENNORE PORT LIMITED

(A Mini Ratna Government of India Undertaking)

Regd. & Corporate Office: P.T. Lee Chengahvaraya Naicker Maaligai,
No.23, Rajaji Salai, Chennai - 600 001.

NOTICE TO SHAREHOLDERS

NOTICE IS HEREBY GIVEN THAT the 10th Annual General Meeting of the Company will be held at **16.00** hours on **Monday** the **30th** day of **August 2010** at the Regd. & Corporate Office of the Company at No.23, Rajaji Salai, Chennai - 600 001 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Profit & Loss Account for the year ended 31st March 2010, the Balance Sheet as at that date and Directors' and Auditors' Reports thereon.
2. To declare a dividend on equity shares.
3. To appoint a Director in the place of Capt. D.K. Mohanty, who retires by rotation and is eligible for reappointment.

By Order of the Board

Chairman cum Managing Director

Place : Chennai

Dated : 05th August 2010

NOTES:

A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the Company. The proxies in order to be effective must be received by the Company not less than 48 hours before the Meeting.

DIRECTORS' REPORT

Dear Members

The Directors have pleasure in presenting the Tenth Annual Report and Audited Statement of Accounts of the Company for the financial year ended 31st March 2010 together with the Auditors' Report and comments on the Accounts by the Comptroller and Auditor General of India.

FINANCIAL PERFORMANCE

During the year under review your company registered a total income of Rs.145.53 crores as against Rs.142.00 crores reported during the previous year reflecting a growth of 2.44%. The actual expenditure incurred during the Year under review is Rs.30.84 crores as against Rs.35.33 crores during the previous year reflecting a reduction of Rs.4.49 crores (12.6%). Profit After Tax (PAT) grew by about 17.22% to Rs.48.65 crores as against Rs.41.46 crores reported during the previous year.

FINANCIAL RESULTS

Particulars	Current Financial Year 2009 - 10 (Rs. in Crores)	Previous Financial Year 2008 -09 (Rs. in Crores)
Income from services	142.06	137.76
Other Income	3.47	4.24
Total Income	145.53	142.00
Operating Expenses	30.84	35.33
Interest	43.12	42.61
Depreciation	12.64	11.82
Prior Period Expenses/Incomes	(0.53)	5.33
Total expenses & provision	86.07	95.09
Profit before Tax (PBT)	59.46	46.91
Tax / Deferred tax provision	10.81	5.45
Profit after Tax (PAT)	48.65	41.46
Appropriation		
Proposed Dividend	9.73	6.22
Tax on Dividend	1.65	1.06
Transfer to General Reserve	37.27	34.18



Shri S. Velumani, CMD, EPL signed Memorandum of understanding (MOU) on 11.03.2010 with Shri K. Mohandas, Secretary to Ministry of Shipping, for the fiscal year 2010-11.

Your company signed memorandum of understanding with Government of India, Department of Shipping for the fiscal 2009-10 and achieved the performance rating of **"Excellent", for the third time in succession**, as per the audited accounts.

FINANCE

During the year, your company has repaid the installments of term loans amounting to Rs.16.16 crores which had become due during the current year. Your company has also made fresh borrowings of Rs.25.00 crores for funding capital expenditure requirements.

As per the guidelines of Reserve Bank of India, all borrowers with exposure of above Rs.10 crores have to be rated by the External Credit Rating Agency with effect from 01.04.2009 through an agency approved by RBI. Accordingly, M/s. ICRA has assigned "LA" (pronounced as LA) rating to Rs.162.50 crores of Rupee Term Loan facilities of Ennore Port Limited. The outlook on the rating is stable.

DIVIDEND

The Board of Directors has recommended a dividend of 20% on post tax profit which is equivalent to Rs.0.32 per share keeping in mind the need to conserve resources. The dividend will absorb Rs.9.73 crores besides Rs.1.65 crores as tax on dividend.

OPERATIONS



Shri Rakesh Narad, Chairman along with Members of Public Enterprises selection Board visited Ennore Port on 07.04.2009.

Although the Exim Trade and Industry are on a path of recovery from economic slowdown, the maritime industry is yet to come back to full scale of operations as demand growth is yet to pick up momentum. Despite this, your



Annual 'Port Users Meet' was conducted on 02.05.2009. Port Users of EPL were honoured by CMD, EPL, on that occasion

company has handled 10.71 million tonnes (MT) as compared to 11.50 MT handled during the previous year. The quantum of Thermal Coal handled for the Tamil Nadu Electricity Board (TNEB) was lower at 9.29 MT compared to 9.71 MT handled during the previous year. During the year under review, the quantum of POL/chemicals handling decreased from 0.68 MT to 0.49 MT and the iron ore throughput fell to 0.93 MT from the previous year's volume of 1.11 MT. The Company is still in the process of capacity addition and hence is dependent mainly on a single caption customer, namely TNEB. Your Company, however, achieved the MoU target of 10.71 MT fixed for the year 2009-10.

The summary of the cargo handled during the year under review is furnished below:

Cargo handled in million tonnes		
Commodity	Current Financial Year 2009-10	Previous Financial Year 2008-09
Thermal Coal	9.29	9.71
Iron Ore	0.93	1.11
POL (including STS)	0.49	0.68
Total	10.71	11.50

Highlights of physical performance during 2009-10:

- ❖ 10.71 million tonnes of cargo handled the MOU Excellent target of 10.70 million tonnes fixed for the year 2009-10.
- ❖ 273 vessels were handled as against 250 vessels in the previous year.

- ✦ Average pre-berthing detention was 25.14 minutes as against 150 minutes as per MOU target.
- ✦ The quality of harbour water was as per the prescribed environment norms on all the days so as to achieve 'Excellent' score as per MOU.
- ✦ No loss of operative days due to lack of navigational safety for vessels as against the MOU target limit of 10 days and achieved 'Excellent' score in MOU.
- ✦ The first pure car carrier, m.v. primrose Ace (GRT 59952) was berthed at Ennore Port on 13.04.2010 for trial shipment of cars by M/s Nissan Motors for export.

DEVELOPMENT PLANS

Your Company has adopted an aggressive growth strategy to become 33.50 million tonnes plus capacity Port company by the year 2011-12 (end of 11th Five Year Plan), 70 million tonnes plus by the year 2016-17 (end of 12th Five Year Plan) and to have 100 million tonnes plus installed capacity by 2021-22 (end of 13th Five Year Plan). This is a huge capacity addition programme undertaken by the Company since its inception. The strategy inter-alia includes capacity addition through expansion of capacity of existing berths, green field PPP-BOT projects and own projects and encouraging of captive use facilities.

Marine Liquid Terminal (3 MTPA):

During the year, the first PPP-BOT project of 3MT Marine Liquid Terminal has completed first full year of commercial operations and thereby stabilized its operations.

Coal Terminal (8 MTPA for Non TNEB users):



Coal Terminal in completion stage

The Licence Agreement was signed with M/s. Chettinad International Coal Terminal Private Limited on 14th September 2006 for the development of Coal Terminal with an approved project cost of Rs.399.13 crores. The DPR was approved on 29th December 2006. The Financial closure of the project was achieved on 29th September 2007. The Zero Date of the project was declared on 6th February 2008, when the first required part of the Licensed premises i.e. Water front area was allotted to the Licensee on 6th February 2008. The project has a construction period of 30 months from the Zero Date. The construction Main Jetty including the approach bridge is completed. Installation of unloading equipment, construction of conveyor corridor and stackyard development is in progress. The project is expected to be commissioned in August 2010.

Iron Ore Terminal (12 MTPA):



Coal and Iron ore Conveyor structures

The Licence Agreement was signed with M/s. SICAL Iron Ore Terminals Limited on 23rd September 2006 for the development of Iron Ore Terminal with an approved project cost of Rs.480 crores in two phases of 6 million tonnes each. The DPR was approved on 19th June 2007. The Financial Closure of the project was achieved on 29th September 2007. The Zero Date of the project was declared on 6th February 2008, when the first required part of the Licensed premises i.e., Water front area was allotted to the Licensee on 6th February 2008. The project has a construction period of 30 months from the Zero Date. The construction activities of Approach Bridge and Main Jetty works have been completed. Installation of ship loader, construction of conveyor corridor and stackyard development is in progress. The project is expected to be commissioned in August 2010.

Container Terminal (1.5 MTEUs / 18 MTPA):

The bid process in selection of the successful bidder for development of world class Container Terminal with an investment size of Rs.1407 crs. was awarded to the Consortium lead by M/s. GRUP Maritim TCB S.L. with M/s. Obrascon Huarte Lain S.A., M/s. Lanco Infratech Limited, M/s. Eredene Capital PLC. on 26.06.2010 in consideration of the Revenue Shares offered at 39.999%. The project is expected to go on stream within 43 months of issuing LOA i.e. by February 2014.

LNG Terminal (5 MTPA): Since the uncertainty continues in sourcing the LNG and anchoring customers and end users, the implementation of the project is getting delayed. However Indian Oil Corporation to whom the project was earmarked, is taking all efforts to implement the project.

Capital Dredging-Phase-II:



Dredging work at Port basin area in progress

Capital dredging Phase-II involves dredging of 20 million cubic meters for providing -20 meters depth at the approach channel, -18.5 meters at the turning circle and -18 meters at the iron ore berth. Indian Maritime University, formally National Maritime Academy has prepared the Detailed Project Report. The project is expected to commence during financial year 2010-11.

Capital Dredging-Phase-III: Capital dredging Phase-III involves dredging of about 20 million cubic meters for providing -16 meters alongside depth at Container Terminal berth. The project is expected to commence during financial year 2011-12.

Multi-purpose General Cargo Berth:



Berth Construction is Progressing fast at the Multi Purpose General Cargo Berth cum Car Export Terminal

Your Company has obtained the approval of the Government to develop a multi-purpose general cargo berth as Port's own project at an estimated cost of Rs. 110 crores. The berth will be utilized for handling of cars, project cargoes and other general cargoes and to meet the berthing requirements of vessels of Defence and Government Agencies. The Construction of General Cargo Berth work was awarded and the PMC for Construction of the Jetty was also awarded during June 2009. The Construction work is in progress. The project is scheduled to be commissioned in December 2010.

Road Connectivity: Your Company is also drawing up and crystallizing plans for improving the Road connectivity to the Port. The SPV namely Chennai Ennore Port Road Company Limited (CEPRCL) promoted by Chennai Port Trust and NHAI has already taken up four laning of TPP road for which the company has committed to contribute Rs.34.02 crores, out of which Rs.8.75 crores has already been paid. The project works are expected to be resumed after the award of the contract based on the revised estimates, by CEPRCL, the SPV.

A new Northern Port Access Road from Port's North Gate to Tachur on NH5 was proposed by the Company and it was taken up by NHAI under the 'Port Connectivity to the Golden Quadrilateral or North-South & East-West Corridors' programme. The estimated cost of the project is Rs.452 crores out of which EPL share is Rs.78.08 crores towards land acquisition, etc. Feasibility Report was sent to Ministry of Road Transport and Highways by NHAI for approval. The project works will be taken up by NHAI after approval of PPPAC / Government.

Rail Connectivity:

Your Company has obtained in-principle approval from Southern Railways and Government of India for Rail Connectivity between Ennore Port and Main Lines of Indian Railways (Ennore Port to Attipattu Railway station) for servicing Coal, Iron Ore and the necessary rail connectivity to the coal and iron stackyards and Container Terminal. The work is in progress and expected to be commissioned in August 2010.

Your Company is also drawing up and crystallizing plans for New alignment of Rail Connectivity between Attipattu and Puttur in association with Southern Railway. The Traffic cum engineering study report for a new line Attipattu – Puttur was made by Southern Railway Construction Organization at the request of EPL in August 2006 and same being updated. The original project cost for single line is Rs.446.87 crores (under revision) and the project distance is 88.37 km. MOU between EPL and Southern Railway will be finalized shortly.

INDUSTRIAL RELATIONS



Japanese Business delegation comprising of around 65 members visited Ennore Port on 03.03.2010. The objective of the visit was to explore Business opportunities in the infrastructure development projects being envisaged in and around Chennai. On the previous day NTR TV, the Japanese Broadcasting Corporation had an exclusive interview with CMD, EPL which was telecast subsequently.

During the year cordial and harmonious Industrial Relations were maintained in the Company and no man day was lost.

CORPORATE SOCIAL RESPONSIBILITY



His Excellency the Governor of Tamil Nadu, Shri Surjit Singh Barnala Complimenting Shri S. Velumani, CMD, EPL for sponsoring the 'Free Eye Camp'

REPRESENTATION OF SCs / STs / OBCs AND MINORITIES

The policies and directives of the Government relating to the recruitment of Scheduled Castes, Scheduled Tribes, Physically Challenged, Other Backward Classes, Ex-Servicemen and Minorities etc. continued to be adhered to by EPL during the year.

WOMEN EMPOWERMENT

Your Company takes pride in the fact that because of its conscientious efforts, the women employees constitute 17.4% of EPL's work force.

PRESIDENTIAL DIRECTIVE

Revision of pay and allowances of Board level and below Board level executives in EPL with effect from 01.01.2007 has been implemented as per the MoS's Presidential Directive issued by Ministry of Shipping vide its letter dated 22nd April 2009 as per the guidelines issued by DPE in this regard in its [O.M.No.2(70)/08-DPE(WC)], dated 26th November 2008.

CORPORATE SOCIAL RESPONSIBILITY



Independence Day was celebrated at Ennore Port on 15.08.2009. Employees, Port users, School Children of nearby village participated. On that occasion, academic cash award to the wards of EPL Employees and Self Help Women were distributed

Ennore Port has Corporate Social Responsibility high on its agenda and is carrying out various activities which aim at improving the quality of life of the peripheral area / neighbourhood community. During the year 2009-10 about Rs.20 lakhs was spent in supporting for various activities, such as providing livelihood opportunities to rural women in the Port neighbourhood through Self Help Group, promotion

of water sports activities, supplying sewing machines to destitute women, tricycles to physically challenged persons, cash award to poor meritorious school students, conducting eye camp, development of green belt in new Prison Complex at Chennai, etc.



As a part of Community Development Programme Tricycle for physically challenged persons and sewing machines for poor women for their livelihood at a function via 'Manitha Neya Vazha' organised by DVM Seva Paalam at Chennai on 26.09.2009

RIGHT TO INFORMATION ACT, 2005 (RTI ACT)

An effective mechanism has been set up in the organization to deal with the requests received under the RTI Act, 2005. There was one application pending as on 31st March 2010 and 17 applications were received during the year. Out of the above, information was provided to 14 applicants and 2 requests have been rejected.

INFORMATION TECHNOLOGY

Your Company has implemented with an investment of Rs.92 Lakhs on Port Operation Management System (POMS) developed by National Informatics Centre (NIC), Government of India and started exchanging messages with Port User like Shipping Agents for Registration of Ships Certificate, Voyage Registration, Berth Request, etc. through Port Community System - Phase-I (PCS) developed by Indian Ports Association (IPA). The implementation of Phase-II and Phase-III of PCS are in process of Testing and once implemented this will reduce manual interventions thereby cutting down delays in refund, claims, payments, etc. The modules in Phase-II & Phase-III are e-payment of Port Charges and messages exchange with Customs. This entire exercise will ensure Standardization of business transactions and documentation and efficient Procedure & Process along with more transparency.

IMPLEMENTATION OF OFFICIAL LANGUAGE

Your Company has made focused efforts for the propagation and implementation of the official language policy of the GoI. All important circulars/ advertisements and correspondences were issued in Hindi. Employees are encouraged to undergo Hindi courses conducted by Central Hindi Directorate.

DIRECTORS

Subsequent to the last Directors' Report, the following changes were effected in the Board of Directors:

Capt. Subhash Kumar, Chairman, Chennai Port Trust has been appointed as Ex-officio Director of the Company with effect from 4th September 2009.

Pursuant to the provisions of Section 255 & 256 of the Companies Act, 1956 and in accordance with clause 140 (a) of Articles of Association of the Company Capt. D.K. Mohanty will retire by rotation at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment.

AUDIT COMMITTEE

The Audit Committee of the Company comprised of three Directors, two of which were Independent Directors and one Director Whole-time Director. As on 31st March 2010 the Audit Committee comprised the following members:

1. Shri U. Sundararajan - Independent Director
2. Shri S. Gopalan - Independent Director
3. Capt. D.K. Mohanty - Whole-time Director

The Audit Committee has overseen the company's financial reporting process and disclosure of financial information, internal control systems and accounting policies. Two meetings of the Audit Committee were held during the financial year ended 31st March 2010. The Chairman of the Meeting chaired all the meetings during the year 2009-10.

Head of Finance, Internal Auditors, Statutory Auditors and Senior Executives from various functions were invited in the Audit Committee meetings for interacting with the members of the Audit Committee.

PARTICULARS OF THE EMPLOYEES

None of the employees of the Company received remuneration in excess of the limits prescribed under section 217 (2A) of the Companies Act, 1956. No employee of the Company is a relative of any Director or Manager of the Company.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to section 217 (2AA) of the Companies Act 1956, the Directors of the Company confirm:

- 1) That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- 2) Appropriate accounting policies have been selected so as to give a true and fair view of the state of affairs of the Company at the end of the accounting period under consideration.
- 3) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956 for safeguarding the Assets of the Company and for preventing and detecting fraud and other irregularities.
- 4) The Annual Accounts have been prepared on going concern basis.

REPORT ON CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, ETC.



Ennore Port celebrated "World Environment Day" on 5th June, 2009. In order to create the awareness, a greening programme was organized at the Terminal Premises and Senior officials of ETTPL planted saplings.

Information in accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956 read with the Companies (disclosure of Particulars in the Report of Board of Directors) Rules, 1988 regarding Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo is given at Annexure - I to this report.

REPORT ON CORPORATE GOVERNANCE

As per the DPE guidelines, a report on Corporate Governance for the year ended 31-03-2010 forms part of this Report as Annexure - II to this report.

AUDITORS

M/s. Padmanabhan Prakash & Co, Chartered Accountants were appointed as Statutory Auditors of the Company by the Comptroller & Auditor General, New Delhi for the period ended 31st March 2010. Your Company is yet to receive the appointment advice for the Financial Year 2010-11 from the Comptroller & Auditor General of India, New Delhi.

AUDITORS REPORT

The report submitted by the Statutory Auditors of the Company M/s. Padmanabhan Prakash & Co for the financial year ended 31st March 2010, is circulated along with the Annual Financial Statements. In their report M/s Padmanabhan Prakash & Co, the Statutory Auditor of the Company have drawn specific reference to Note No. 4. The said note is self-explanatory. Upon receipt of opinion from the Expert Advisory Committee of the Institute of Chartered Accountants of India, relevant treatment will be made in the books of accounts.

ACKNOWLEDGEMENT

Directors wish to acknowledge gratefully the support and guidance received from the Ministry of Shipping, Government of India and Chennai Port Trust and appreciate co-operations received from TNEB, TNPSB, GoTN and GoI, particularly the Ministry of Environment & Forests, Planning Commission, Department of Public Enterprises, Ministry of Finance and Indian Railways.

Directors take this opportunity to thank the Port Users, BOT concessionaires, Contractors and Bankers for their continued support during the year. The Directors sincerely appreciate the high degree of professionalism, commitment and dedication displayed by employees at all levels. The Directors also place on record their gratitude to the shareholders for their continued support and confidence.

For and on behalf of the Board of Directors

Sd/-

S. Velumani

Chairman cum Managing Director

Place : Chennai

Dated : 9th July 2010

INFORMATION UNDER SECTION 217(1)(e) OF THE COMPANIES ACT 1956

The other information in accordance with the Companies Act, 1956 is given under:

A) Conservation of Energy:**(a) Energy conservation measures taken:**

To ensure effective utilisation of electrical energy, the lighting and other electrical systems is being regulated and managed within the Port premises based on the suggestion and recommendations of the last Energy audit report by M/s Dynaspede Integrated System received in April 2007. The recommendations of the Energy audit report are being implemented in a phased manner.

(b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy:

No additional investments incurred for implementing the energy audit recommendations. Energy savers were installed at five places inside the port previous year for energy saving.

(c) Impact of the measures at (a) and (b) above of reduction of energy consumption and consequent impact on the cost of production of goods:

Your Company has achieved an average energy saving of 25% and the performance of the electrical system also improved.

(d) Total energy consumption and energy consumption per unit of production as per Form A of the Annexure in respect of industries specified in the Schedule thereto:

Not applicable.

B) Technology absorption:**(a) Efforts made in technology absorption as per Form B of the Annexure:**

The operation of your Company during the year under review has not warranted any technology absorption.

REPORT ON CORPORATE GOVERNANCE

Company's Philosophy

The Department of Public Enterprises (DPE) had issued Guidelines on Corporate Governance for listed and unlisted Central Public Sector Enterprises (CPSEs). The Board of Directors of your Company strongly supports the principles of Corporate Governance which involves Board, employees, shareholders and other stakeholders. The management and employees of the Company are committed to uphold the core values of transparency, integrity, honesty and accountability. The following are the detailed practices on Corporate Governance in your Company:

Board of Directors

Composition

The Company is managed the Board of Directors, which formulates strategies, policies and reviews its performance

periodically. The Chairman cum Managing Director (CMD) and two Whole-time Directors viz. Director (Marine Services), Director (Operations) manage the business of the Company under the overall supervision, control and guidance of the Board.

The Board of Directors has an adequate combination of Whole-time Directors, Nominee Directors and Independent Directors. As on 31st March 2010, the Board had 8 members, comprising of 3 Whole-time Directors (including the Chairman cum Managing Director), 2 Nominee Directors (nominated by Government of India & Chennai Port Trust) and 3 Independent Directors (one remain vacant since 30th March 2006).

Meetings

During the year 2009-10, six Board meetings were held on May 12, July 10, September 4, December 5 & 21, 2009 and February 20, 2010.

Names & Designation	No. of Board Meetings held during the year	Board Meetings attended	Whether attended last AGM	No. of other Directorships	No. of Board Committees of other Companies as Chairman	No. of Board Committee of other Companies as Member
a) Executive Directors						
Shri S. Velumani Chairman cum Managing Director	6	6	Yes	1	1	4
Capt. D.K. Mohanty Director (Marine Services)	6	5	No	-	-	-
Shri C. Damodaran Director (Operations)	6	5	Yes	1	-	-
b) Nominee Directors						
Shri Rakesh Srivastava, IAS Jt. Secretary (Ports), MOS	6	5	Yes	2	-	-
Shri Suresh, IAS Chairman, ChPT (upto 10.7.2009)	1	1	N.A.	2	-	-
Capt. Subhash Kumar Chairman, ChPT (w.e.f. 4.9.2009)	4	3	N.A.	2	-	-
c) Independent Director						
Shri U. Sundararajan	6	2	No	4	1	-
Shri S. Gopalan	6	4	Yes	-	-	-

Audit Committee

An Audit Committee was constituted in the Board Meeting held on 5th September 2002 and the terms of reference of the Audit Committee is in accordance with Section 292A of the Companies Act, 1956.

Composition

The Audit Committee comprises three Directors viz., Shri K. Suresh, IAS, Nominee Director (upto 10th July 2009) as Chairman, thereafter Shri U. Sundararajan, Independent Director has become as Chairman (w.e.f. 5th December 2009) and Shri S. Gopalan, Independent Director and Capt. D.K. Mohanty, Director (Marine Services) (w.e.f. 10th July 2009) are the Members.

Representatives of Statutory Auditors and Internal Auditors are invited to attend and participate in the meetings. Whole-time Directors, Head of Finance and other departments are invited on need basis.

Terms of Reference:

- Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending the appointment and removal of external auditor, fixation of audit fee and also approval for payment for any other services.
- Reviewing with the management the half-yearly and annual financial statements before submission to the Board, focusing primarily on:
 - Any changes in accounting policies and practices.
 - Major accounting entries based on exercise of judgement by management.
 - Qualification in draft audit report.
 - Significant adjustments arising out of audit.
 - The going concern assumption.
 - Compliance with accounting standards.
 - Compliance with legal requirements concerning financial statements.
 - Any related party transactions, i.e. transactions of the company of material nature, with promoters or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of company at large.
- Reviewing with the management, external and internal auditors, the adequacy of internal control systems.
- Reviewing the adequacy of internal audit function, including the structure of the internal audit department,

staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.

- Discussion with internal auditors on any significant findings and follow up thereon.
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- Discussion with external auditors before the audit commences on nature and scope of audit as well as have post-audit discussion to ascertain any area of concern.
- Reviewing the company's financial and risk management policies.
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends) and creditors.

Meetings

During the year 2009-10, two Audit Committee meetings were held on June 29, December 5, 2009.

Members	No. of meetings held during the year 2009-10	Meetings attended
Shri K. Suresh, IAS (upto 10.7.2009)	1	1
Shri U. Sundararajan	2	2
Shri S. Gopalan	2	2
Capt. D.K. Mohanty (w.e.f. 10.7.2009)	1	1

Remuneration Committee

Ennore Port being a Government Company, appointment and terms and conditions of remuneration of Whole-time Directors are determined by the Government through administrative ministry, the Ministry of Shipping. Nominee Directors do not draw any remuneration. Independent Directors received sitting fees of Rs.2,000/- for the meetings held upto 20th February 2010 and Rs.3,000/- w.e.f. 4th May 2010 for each Board/Committee meeting attended by them.

Composition

The Remuneration Committee of the Board, comprised four Directors, namely, Shri U. Sundararajan, Independent Director as Chairman of the Committee, Shri S. Gopalan, Independent Director as Member, Capt. D.K. Mohanty, Director (Marine Services) as Member and Shri C. Damodaran, Director (Operations) as Member.

Terms of Reference:

As per the recommendation of Second Pay Revision Committee the Remuneration Committee was constituted inter-alia to determine the annual bonus / variable pay pool and policy for its distribution across the executives and Non Unionised Supervisors, within the prescribed limits.

Meetings

During the year 2009-10, three Remuneration Committee Meetings were held on May 12, June 29, October 9, 2009.

Members	No. of meetings held during the year 2009-10	Meetings attended
Shri U. Sundararajan	3	3
Shri S. Gopalan	3	3
Capt. D.K. Mohanty	3	3
Shri C. Damodaran	3	2

Annual General Meeting

The venue, date and time of the AGMs held during the preceding three years is as under:

Year	Location	Date	Time
2008-09	EPL Board Room, Ennore Port Limited, No. 23, Rajaji Salai, Chennai - 600 001.	04.09.2009	10.15 hours
2007-08	EPL Board Room, Ennore Port Limited, No. 23, Rajaji Salai, Chennai - 600 001.	29.08.2008	10.15 hours
2006-07	EPL Board Room, Ennore Port Limited, No. 23, Rajaji Salai, Chennai - 600 001.	31.08.2007	12.00 hours

Disclosures

The financial statements have been prepared in compliance with the requirements of the Companies Act, 1956,

Generally Accepted Accounting Principles (GAAP) in India and as per the guidelines on the Accounting Standards laid down by the Institute of Chartered Accountants of India (ICAI). The management accepts responsibility for the integrity and objectivity of these financial statements as well as for various estimates and judgments used therein. These estimates and judgments relating to the financial statements have been made on a prudent and reasonable basis, in order that the statements reflect, in a true and fair manner, the state of affairs and profits for the year.

The Company does not have any related party transactions which may have potential conflict with the interest of the Company. Other related party transactions are disclosed in note No. 19 of Schedule 16 to the Accounts.

During the year under review, the Company has not raised any funds from Public issue, rights issue or preferential issue.

The Company has no specific Whistle Blower Policy. However, the Company recognizes the importance of such information and free access is available for employees at any level to report to the Management about the unethical behaviour or suspected fraud by staff / officers / suppliers / customers in violation of the Company's code of conduct or any other point of concern.

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 619(4) OF THE COMPANIES ACT, 1956 ON THE
ACCOUNTS OF ENNORE PORT LIMITED FOR THE YEAR
ENDED 31 MARCH 2010

The preparation of financial statements of **ENNORE PORT LIMITED** for the year ended 31 March 2010 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 619(2) of the Companies Act, 1956 is responsible for expressing opinion on these financial statements under Section 227 of the Companies Act, 1956 based on independent audit in accordance with the auditing and assurance standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 9 July 2010.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 619(3)(b) of the Companies Act, 1956 of the financial statements of **Ennore Port Limited** for the year ended 31 March 2010. This supplementary audit has been carried out independently without access to the working papers of the statutory auditor and is limited primarily to inquiries of the statutory auditor and company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditor's report under Section 619(4) of the Companies Act, 1956.

Sd/-
(K. SRINIVASAN)
PRINCIPAL DIRECTOR OF COMMERCIAL AUDIT AND
ex-OFFICIO, MEMBER AUDIT BOARD

Place : Chennai.
Date : 05/08/2010



PADMANABHAN PRAKASH & CO
CHARTERED ACCOUNTANTS

5, Smith Road, Second Floor, Chennai - 2.

Phone : 28523905 / 28410458

E-mail : padmanabb@vsnl.net

padmanabhan_prakash@yahoo.com

AUDITORS' REPORT

To the Members of Ennore Port Limited

1. We have audited the attached Balance Sheet of Ennore Port Limited as at 31st March 2010 and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. We draw attention to
Note No. 1a of Schedule XVI, in respect of seeking opinion from Expert Advisory Committee of the Institute of Chartered Accountants of India regarding the treatment in the books of accounts towards the payment of Rs.31.40 Crores made to Chennai Port Trust (inclusive of interest) towards the cost of land acquisition as per the directions from the Ministry of Shipping which is included in Other Advances.
5. Further to our comments in the Annexure referred to Para 3 and also Para 4, we report that:
 - i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - iv) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - v) As per the Notification No. GSR 829 (E) dated 21.10.2003, issued under section 620 of the Companies Act, 1956 (1 of 1956), Clause (g) of sub-section (1) of section 274 of the Companies Act, 1956 is not applicable to the company;
 - vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes on accounts thereon and give the information required by the Companies Act 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
 - (a) in the case of the Balance Sheet, of the **state of affairs** of the Company as at 31st March 2010;
 - (b) in the case of the Profit and Loss Account, of the **Profit** for the year ended on that date; and
 - (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For PADMANABHAN PRAKASH & CO.
Chartered Accountants
FRN. No. 002509S

E. PRAKASH
Partner
M. No.019388

Place : Chennai
Date : 09.07.2010

Annexure referred to in our audit report of even date to the members of Ennore Port Limited.

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- (b) The management has physically verified the fixed assets of the company during the year. No material discrepancies were noticed on such verification.
- (c) The Company has not disposed off substantial part of fixed assets during the year.
- (ii) (a) The inventory of unutilized quarried stones has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) The procedures of physical verification of inventory of unutilized quarried stones followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company is maintaining proper record of inventory of unutilized quarried stones. No material discrepancies were noticed on physical verification.
- (iii) (a) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
In view of (iii) (a) above, the clauses (iii) (b), (c) and (d) are not applicable.
- (e) As the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
In view of (iii) (e) above, the clauses (iii) (f) and (iii) (g) are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there exists an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to the purchase of inventory, fixed assets and for the sale of services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system of the Company.
- (v) (a) In our opinion and according to the information and explanations given to us, there are no transactions which need to be entered into the register maintained under section 301 of the Companies Act, 1956.
In view of (v) (a) above, the clause (v) (b) is not applicable.
- (vi) The Company has not accepted any deposit from the Public within the meaning of section 58A of the Companies Act, 1956 and the Rules framed there under.
- (vii) In our opinion, the Company has an internal audit system which is commensurate with its size and nature of its business.
- (viii) According to the information and explanations given to us the Central Government has not prescribed the maintenance of cost records for the Company under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956.
- (ix) (a) The company is generally regular in depositing undisputed statutory dues including Provident fund, Employees' state insurance, Income-tax, Sales-tax, Wealth tax, Service tax, Customs duty, Excise duty and any other statutory dues with the appropriate authorities to the extent applicable and there are no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period more than six months from the date they became payable.

- (b) According to the information and explanations given to us and records of the company examined by us the service tax amount not paid/paid under protest on account of dispute pending as under

Sl.No	Name of the Statute	Nature of the Dues	Amount (in Crore)	Period	Forum where it is pending
1	Central Excise & Service Tax	Service tax on Upfront fee	*1.85	2006-07 & 2007-08	Customs, excise & Service tax Appellate Tribunal, Chennai

* Includes Rs.1.17 Crores paid under protest on 30.09.2008

- (c) Further, since the Central Government has till date not prescribed the amount of cess payable under section 441A of the Companies Act, 1956, we were not in a position to comment upon the regularity or otherwise of the company in depositing the same.

- (x) The company does not have any accumulated losses as at March 31, 2010 and has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company availed loans from Banks and has not defaulted in repayment of dues to Banks.
- (xii) According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) The Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's report) Order, 2003 are not applicable to the Company.
- (xv) The Company has not given guarantee for loans taken by others from banks or financial institutions.
- (xvi) In our opinion, the term loans have been applied for the purpose for which they were raised.
- (xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, during the year no funds were raised on short term basis.
- (xviii) During the year, the company has not made any preferential allotment of shares.
- (xix) The company has not issued any debentures during the year.
- (xx) The Company has not raised any money by way of public issue during the year.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For PADMANABHAN PRAKASH & CO.
Chartered Accountants
FRN. No. 002509S

Place : Chennai
Date : 09.07.2010

E. PRAKASH
Partner
M. No.019388

BALANCE SHEET AS AT 31ST MARCH 2010

(in Rupees)

PARTICULARS	Sch. No.	AS AT 31.03.2010		AS AT 31.03.2009	
SOURCES OF FUNDS					
(1) Shareholders' Funds					
a) Capital	I	3,00,00,00,000		3,00,00,00,000	
b) Reserves & Surplus	II	1,21,18,94,867	4,21,18,94,867	83,91,81,679	3,83,91,81,679
(2) Loan Funds					
a) Secured Loans	III	3,99,42,67,801		3,89,58,39,229	
b) Unsecured Loans	IV	17,50,00,000	4,16,92,67,801	18,50,00,000	4,08,08,39,229
Total			8,38,11,62,668		7,92,00,20,908
APPLICATION OF FUNDS					
(1) Fixed Assets	V				
a) Gross Block		8,07,43,25,815		8,02,25,14,840	
b) Less : Depreciation		99,06,55,406		86,56,92,942	
c) Net Block		7,08,36,70,409		7,15,68,21,898	
d) Add : Capital WIP		95,07,80,944		43,41,57,616	
			8,03,44,51,353		7,59,09,79,514
(2) Investments	VI		30,00,00,000		24,50,00,000
(3) Current Assets, Loans and Advances	VII				
a) Inventories		4,79,00,000		4,79,00,000	
b) Sundry Debtors		3,88,62,830		2,80,10,520	
c) Cash and Bank balances		14,55,90,526		6,34,55,937	
d) Other current assets		5,79,338		8,60,108	
e) Loans and Advances		1,19,31,10,182		1,30,42,69,872	
		1,42,60,42,876		1,44,44,96,437	
Less : Current Liabilities and Provisions	VIII				
a) Liabilities		1,05,90,49,755		1,14,26,21,434	
b) Provisions		32,02,81,806		21,78,33,609	
		1,37,93,31,561		1,36,04,55,043	
Net Current Assets			4,67,11,315		8,40,41,394
Accounting Policies and Notes on Accounts	XVI				
Total			8,38,11,62,668		7,92,00,20,908

Schedules referred to above form an integral part of the Accounts

As per our report of even date

For ENNORE PORT LIMITED
**For Padmanabhan Prakash & Co.
Chartered Accountants**
S. VELUMANI

Chairman cum Managing Director

E. PRAKASH

Partner

M. No. 019388

Capt. D.K. MOHANTY

Director

M. GUNASEKARAN

G M (Fin) & Secretary

Place : Chennai

Date : 09.07.2010

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

(In Rupees)

PARTICULARS	Sch. No.	Year Ended 31.03.2010	Year Ended 31.03.2009
INCOME			
Income from Services	IX	1,42,05,88,600	1,37,76,23,010
Other Income	X	3,47,26,327	4,24,05,914
Total		1,45,53,14,927	1,42,00,28,923
EXPENDITURE			
Port Operating Expenses	XI	17,21,22,567	24,86,03,858
Establishment Charges	XII	7,73,37,053	3,61,42,258
Administrative Expenses	XIII	5,89,30,934	6,85,29,376
Total		30,83,90,554	35,32,75,493
Profit Before Interest and Depreciation		1,14,69,24,373	1,06,67,53,430
Interest and Finance Charges	XIV	43,12,83,548	42,61,07,810
Depreciation and Impairment	V	12,62,96,143	11,82,16,579
Profit / (Loss) Before Tax and Prior Period Adjustments		58,93,44,683	52,24,29,041
Prior Period Income / expenditure (net)	XV	(\$2,93,874)	5,33,44,135
Profit / (Loss) Before Tax		59,46,38,556	46,90,84,906
Provision for Taxation - Current Tax		10,52,00,000	5,31,00,000
- Earlier Years		28,74,167	-
- Deferred Tax		-	-
- Fringe Benefit Tax		-	13,47,200
Profit / (Loss) After Tax		48,65,64,389	41,46,37,706
Proposed Dividend		9,73,12,878	6,21,95,656
Tax on Proposed Dividend		1,65,38,324	1,05,70,152
		37,27,13,188	34,18,71,899
Profit / (Loss) brought forward from Previous year		83,91,81,679	49,73,09,779
Balance carried forward to Balance Sheet		1,21,18,94,867	83,91,81,679
Earnings Per Share - Basic & Diluted		1.62	1.38
Accounting Policies and Notes on Accounts	XVI		

Schedules referred to above form an integral part of the Accounts

As per our report of even date

For ENnore PORT LIMITED
**For Padmanabhan Prakash & Co.
Chartered Accountants**
S. VELUMANI

Chairman cum Managing Director

E. PRAKASH

Partner

M. No. 019388

Capt. D.K. MOHANTY

Director

M. GUNASEKARAN

G M (Fin) & Secretary

Place : Chennai

Date : 09.07.2010

SCHEDULES TO THE BALANCE SHEET AS AT 31ST MARCH 2010

(in Rupees)

Sch. No.	PARTICULARS	AS AT	
		31.03.2010	31.03.2009
I	SHAREHOLDERS' FUNDS		
	Share Capital :		
	Authorised :		
	500,000,000 equity shares of Rs.10/- each (Previous year : 500,000,000 equity shares of Rs.10 each)	5,00,00,00,000	5,00,00,00,000
	Issued, Subscribed and Paid up :		
	300,000,000 equity shares of Rs.10/- each fully paid up. (Previous year:300,000,000 equity shares of Rs.10 each fully paid up)	3,00,00,00,000	3,00,00,00,000
		3,00,00,00,000	3,00,00,00,000
II	Reserves & Surplus		
	Profit & Loss Account	-	-
	Opening Balance:	83,91,81,678	49,73,09,779
	Add: Transfer from Profit & Loss Account	37,27,13,188	34,18,71,899
		1,21,18,94,866	83,91,81,678
III	LOAN FUNDS		
	Secured Loans		
	Term Loan		
	- Chennai Port Trust	3,20,18,74,942	2,95,18,74,942
	- Banks	79,23,92,899	94,39,64,287
	(Secured by hypothecation of specific assets of the Company ranking pari passu with other term loan lender(s)).		
		3,99,42,67,801	3,89,58,39,229
IV	Unsecured Loans		
	Term Loan		
	- Banks	17,50,00,000	18,50,00,000
		17,50,00,000	18,50,00,000
VI	INVESTMENTS		
	UNQUOTED - LONG TERM (AT COST)		
	Sothusamudram Corporation Limited		
	30,000,000 Equity shares of Rs.10/- each (Previous year:24,500,000 equity shares of Rs.10 each/-)	30,00,00,000	24,50,00,000
		30,00,00,000	24,50,00,000
VII	CURRENT ASSETS, LOANS & ADVANCES		
	a) INVENTORIES		
	(As taken, valued and certified by the management)		
	Stock - Quarried Rock	4,79,00,000	4,79,00,000
		4,79,00,000	4,79,00,000

SCHEDULE - V FIXED ASSETS

(In Rupees)

Sl. No.	Particulars	GROSS BLOCK			Rate in %	DEPRECIATION					NET BLOCK AS AT		
		As at 01.04.2009	Additions	Deletions/Adjustments		As at 01.04.2009	For the Opening Balance	Additions/Adjustments	Depreciation for the Year	Impairment Loss	Deletions	As at 31.03.2010	31.03.2009
1	Port Basin and Entrance Channel	1,04,03,99,618	-	-	1.00	8,94,07,176	1,04,03,99,618	-	1,04,03,99,618	-	-	9,08,11,272	95,99,92,442
	Port Basin and Entrance Channel	8,40,21,396	-	-	1.04	35,05,892	8,76,423	-	8,76,423	-	-	43,80,115	7,96,99,281
	Port Basin and Entrance Channel	28,31,907	-	-	1.09	15,08,007	30,808	-	30,808	-	-	30,808	28,01,099
	Capital Dredging - Stage I	9,37,94,729	23,78,000	-	1.00	15,08,007	9,17,768	27,689	90,05,537	-	-	1,07,34,294	90,94,48,534
2	Buildings, Sheds & Other Structures												
	Administrative Building	5,46,40,895	-	-	1.63	69,75,032	8,90,647	-	8,90,647	-	-	78,15,649	4,77,15,993
	Society Office	1,15,125	-	-	100.00	1,15,125	-	-	-	-	-	1,15,125	-
	Rest House	8,78,229	-	-	1.63	85,990	14,315	-	14,315	-	-	7,92,274	7,92,274
	Electrical Substation	33,15,345	-	-	1.63	2,81,214	33,740	-	33,740	-	-	18,95,391	30,34,131
	Society Watch Tower	91,203	-	-	1.63	5,428	1,488	-	1,488	-	-	94,377	94,377
	Tide Gauge	7,45,879	-	-	1.63	30,944	12,158	-	12,158	-	-	7,45,879	7,45,879
	Pier Station Building	12,01,443	-	-	1.63	63,683	27,794	-	27,794	-	-	15,13,026	15,40,763
	Temporary Shed	41,800	-	-	1.63	41,800	-	-	-	-	-	41,800	-
	Temporary Vehicle Shed	10,28,742	-	-	1.63	10,28,742	-	-	-	-	-	10,28,742	-
	Toll Booth	8,49,452	-	-	1.63	10,050	5,130	-	5,130	-	-	10,050	8,39,399
	Switch Room - R/W Unit	3,76,080	-	-	1.63	2,469	8,130	-	8,130	-	-	3,67,481	3,73,611
	Pre-fabricated Provision Building	8,38,220	-	-	100.00	8,38,220	-	-	-	-	-	8,38,220	-
3	Wharves, Roads and Boundaries												
	Port Access Roads	22,03,38,719	-	-	1.63	2,72,66,095	25,90,336	-	25,90,336	-	-	3,28,78,391	19,21,07,694
	Port Access Roads	65,99,098	-	-	2.94	4,03,250	2,01,575	-	2,01,575	-	-	6,05,075	64,54,348
	Road - South to North & West Gate	8,41,85,946	-	-	1.63	2,25,071	13,72,226	-	13,72,226	-	-	15,90,797	8,26,00,075
	Coal Wharves	78,72,96,264	-	-	2.50	15,33,37,452	1,96,82,407	-	1,96,82,407	-	-	17,32,19,859	61,45,76,405
	Coal Wharves	91,96,612	-	-	2.50	16,44,035	2,35,484	-	2,35,484	-	-	18,94,519	73,14,093
	Coal Wharves	53,02,304	-	-	2.94	11,00,016	1,55,879	-	1,55,879	-	-	13,00,845	34,34,459
	Coal Wharves	28,18,946	-	-	3.11	3,12,279	5,36,257	-	5,36,257	-	-	63,193	19,58,753
	Boundary Walls	3,22,85,710	-	-	1.63	37,12,279	5,36,257	-	5,36,257	-	-	41,43,791	2,86,42,380
4	Railway and Rolling Stocks												
	Railway Signals	50,56,59,841	-	-	4.75	7,39,07,024	97,08,942	-	97,08,942	-	-	8,37,26,666	12,19,33,175
5	Docks, Seawalls, Piers & New Aids												
	Breakwater & Coastal Protection	4,41,73,02,763	-	-	1.31	45,69,52,161	5,87,50,140	-	5,87,50,140	-	-	51,48,02,301	3,90,25,01,462
	Breakwater & Coastal Protection	77,62,504	-	-	1.31	5,28,516	1,07,903	-	1,07,903	-	-	6,47,419	72,23,208
	Breakwater & Coastal Protection	31,38,331	-	-	1.41	1,77,000	44,250	-	44,250	-	-	2,21,280	29,17,051
	Breakwater & Coastal Protection	87,66,775	-	-	1.47	1,28,932	1,28,932	-	1,28,932	-	-	8,99,368	2,96,53,115
	Breakwater & Coastal Protection	1,17,72,435	-	-	1.49	1,17,72,435	1,66,499	-	1,66,499	-	-	1,10,05,966	1,10,05,966
	Navigation Aids	2,77,27,162	-	-	10.00	1,97,06,083	77,72,716	-	77,72,716	-	-	2,25,59,399	50,07,763
6	Cranes & Vehicles												
	Diesel Lifting Truck	3,00,000	-	-	11.31	2,63,817	33,939	-	33,939	-	-	2,92,747	2,63,817
	Vehicles - Motor Cars	38,11,195	-	-	9.50	13,57,886	3,35,004	-	3,35,004	-	-	15,48,134	38,83,502
	Vehicles - Two wheelers	2,32,074	-	-	9.50	34,604	71,047	-	71,047	-	-	98,271	1,23,053
	Bicycles	9,100	-	-	100.00	9,100	-	-	-	-	-	9,100	-
7	Installation of Water, Elec., Telecom & Fire												
	Water & Communication Facilities	1,17,12,370	-	-	4.75	30,80,976	5,56,338	-	5,56,338	-	-	36,38,314	80,73,056
	Internal Electrical Facilities	2,80,85,664	-	-	4.75	99,80,005	31,34,009	-	31,34,009	-	-	1,13,24,074	1,67,61,599
	Internal Electrical Facilities	1,70,04,396	-	-	4.75	99,04,585	8,07,709	-	8,07,709	-	-	67,12,394	1,02,92,023
8	Other Assets												
	Electrical Appliances	55,39,004	6,33,675	-	4.75	11,14,083	2,58,419	12,368	2,60,787	-	-	13,80,480	45,24,311
	Office Equipments	96,63,079	47,21,071	-	4.75	18,08,320	4,46,751	1,40,944	5,87,694	-	-	20,35,222	79,56,868
	Furniture & Fixtures	1,59,33,053	1,33,278	-	6.31	94,01,302	7,682	8,31,057	7,682	-	-	62,83,008	97,83,027
	Computers & Software	81,24,332	29,45,825	-	15.21	37,08,035	10,10,278	5,65,885	15,75,603	-	-	45,31,260	44,56,297
	Total	8,09,25,14,840	5,39,30,000	14,99,918		88,54,92,042	12,44,63,685	18,34,987	12,63,08,143	2,46,441	10,03,238	99,09,55,498	2,08,36,79,609
	Previous Year	8,92,62,81,922	75,79,735	7,00,25,773		87,10,29,607	12,73,59,607		12,73,59,607		8,28,111	71,75,53,753	6,20,52,54,516

SCHEDULES TO THE BALANCE SHEET AS AT 31ST MARCH 2010

(in Rupees)

Sch. No.	PARTICULARS	AS AT	
		31.03.2010	31.03.2009
VIII	b) SUNDRY DEBTORS		
	(Unsecured and considered good)		
	Debts Outstanding over six months	2,28,59,694	-
	Other Debts	1,60,03,136	2,80,10,520
		3,88,62,830	2,80,10,520
	c) CASH AND BANK BALANCES		
	Cash on hand	48,412	26,237
	Balances with Scheduled Banks		
	in Current Accounts	2,58,99,376	1,74,84,189
	in Deposit Accounts	11,96,42,738	4,59,45,511
		14,55,90,526	6,34,55,937
	d) OTHER CURRENT ASSETS		
	Other Current Assets	5,79,338	8,60,108
		5,79,338	8,60,108
	e) LOANS & ADVANCES		
	(Advance recoverable in cash or in kind or for value to be received - Unsecured, considered good)		
	Deposits	5,28,75,089	9,32,16,875
	Advance for capital works	45,09,49,975	45,09,49,975
	Advance towards Equity Contribution	8,77,50,000	14,27,50,000
	Income Tax	17,14,13,476	16,69,87,477
	Fringe Benefit Tax	23,77,830	28,07,436
	Prepaid Expenses	5,88,903	1,79,121
	Other Advances	42,52,38,347	42,60,10,147
	Service Tax Credit	19,16,561	2,13,68,841
		1,19,31,10,182	1,30,42,69,872
	VIII CURRENT LIABILITIES AND PROVISIONS		
	a) CURRENT LIABILITIES		
	Sundry Creditors	2,53,43,541	-
	Contract Liabilities	77,23,60,696	71,45,00,903
	Other Liabilities	26,13,45,518	42,81,20,531
		1,05,90,49,755	1,14,26,21,434
	b) PROVISIONS		
	Provision for Terminal Benefits	13,52,404	9,05,182
	Provision for Taxation	20,50,78,200	14,41,62,619
	Proposed Dividend	9,73,12,878	6,21,95,656
	Tax on Proposed Dividend	1,65,38,324	1,05,70,152
		32,02,81,806	21,78,33,609

SCHEDULES TO THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010
(In Rupees)

Sch. No.	PARTICULARS	Year Ended 31.03.2010	Year Ended 31.03.2009
IX	INCOME FROM SERVICES		
	(Net of Service Tax)		
	Composite Tariff on Coal	1,08,02,66,019	1,12,45,07,516
	Wharfage - Iron Ore	3,27,67,945	3,88,72,995
	Wharfage - POL & Chemicals	36,49,920	1,81,25,355
	Port Dues	4,40,91,003	4,46,27,637
	Berth Hire Charges	3,68,31,022	3,00,38,658
	Anchorage Charges	1,69,01,271	2,65,34,028
	Pilotage Charges	8,78,55,367	7,22,19,857
	Way Leave Charges	21,54,820	20,19,810
	Lease rental income	3,75,74,089	74,62,690
	Revenue Share	5,96,87,972	97,38,264
	Other Services	1,88,09,172	34,76,200
		1,42,05,88,600	1,37,76,23,010
X	OTHER INCOME		
	Interest on Bank Deposits	1,00,18,057	1,78,94,554
	(including Tax deducted at source of Rs.1760268/-; Previous Year Rs.3752558/-)		
	Other Income	2,47,08,270	2,45,11,360
		3,47,26,327	4,24,05,914
XI	PORT OPERATING & MAINTENANCE EXPENDITURE		
	Power, Fuel & Water Charges	1,88,92,191	1,51,91,859
	Manning Expenditure	76,53,552	73,00,747
	Time Charter Payments	12,04,41,100	12,67,55,100
	Maintenance Dredging	7,57,280	7,84,28,400
	Repairs and Maintenance : Machinery	16,06,795	13,81,929
	Others	2,27,71,649	1,95,45,823
		17,21,22,567	24,86,03,858
XII	ESTABLISHMENT CHARGES		
	Salaries and Allowances	6,48,00,539	2,85,03,202
	Staff Welfare Expenses	43,70,593	24,18,980
	Contribution to Provident Fund	31,97,402	16,14,170
	Terminal Benefits	49,68,519	36,05,906
		7,73,37,053	3,61,42,258

SCHEDULES TO THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

(In Rupees)

Sch. No.	PARTICULARS	Year Ended 31.03.2010	Year Ended 31.03.2009
XIII	ADMINISTRATIVE EXPENSES		
	Rent, Rates & Taxes	21,39,185	21,77,292
	Electricity & Water Charges	11,32,382	8,95,367
	Postage, Telephone & Fax Charges	13,52,190	11,17,421
	Printing and Stationery	15,75,201	14,21,807
	Insurance	85,638	1,10,371
	Office Maintenance	23,69,652	12,54,726
	Security & Safety Expenses	1,73,81,016	1,73,14,947
	Entertainment Expenses	15,65,177	23,46,008
	Membership Fees & Subscription	24,95,790	72,26,369
	Seminar Fees & Exhibition	8,86,610	7,25,000
	Travelling and Conveyance	33,84,190	33,36,037
	Vehicle Fuel and Maintenance	92,02,820	98,66,524
	Advertisement and Publicity	37,75,397	72,01,890
	Legal & Arbitration Expenses	53,93,508	67,53,951
	Professional Charges	38,89,031	36,32,228
	Social Welfare Expenses	12,75,629	24,62,942
	Sitting Fees	32,000	18,000
	Audit Fees	1,00,000	1,00,000
	Bank Charges	7,34,779	2,06,403
	Sundry Expenses	1,60,739	3,62,093
		5,89,30,934	6,85,29,376
XIV	INTEREST AND FINANCE CHARGES		
	Term Loans	38,93,88,462	38,54,15,326
	Others	4,18,95,086	4,06,92,484
		43,12,83,548	42,61,07,810
XV	PRIOR PERIOD INCOME / EXPENDITURE (NET)		
	Terminal Benefits	-	17,08,676
	Salaries and Allowances	-	1,15,028
	Interest - Term Loan	-47,61,801	-
	Interest - Others	27,53,951	5,11,97,150
	Staff Welfare Expenses	-	-28,671
	Rent, Rates & Taxes	-	3,157
	Printing and Stationery	-	1,714
	Legal & Arbitration Expenses	-	3,79,896
	Depreciation	-	-77,420
	Social Welfare Expenses	-	44,603
	Repairs and Maintenance - Others	18,54,661	-
	Security & Safety Expenses	19,07,970	-
	Professional Charges	4,31,650	-
	Lease rental income	-74,80,305	-
		-52,93,874	5,33,44,133

SCHEDULE XVI

ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

I. ACCOUNTING POLICIES

a. GENERAL :

The financial statements are prepared on historical cost convention and on mercantile system of accounting in accordance with generally accepted accounting principles.

b. REVENUE RECOGNITION :

Income is recognized upon completion of services rendered and no significant uncertainty exists regarding the amount of consideration that would be derived after rendering the service. Upfront fee received from the BOT operator is treated as Revenue in the year in which zero date of the Project is fixed.

c. FIXED ASSETS :

Fixed assets are stated at cost of acquisition, including any attributable cost for bringing the asset to its working condition for its intended use, less accumulated depreciation. Expenses capitalised also include applicable borrowing costs. In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalised. All upgradation/enhancements are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

The amounts becoming payable by the company on account of uncontested arbitral awards on project claims are capitalized in the year of award as additions during the year in the respective asset. The interest on such awards payable to the contractor is treated as revenue expenditure in the year of award.

d. DEPRECIATION :

Depreciation is provided on Straight Line Method at the rates and in the manner specified in the Schedule XIV of the Companies Act, 1956. Assets costing individually Rs.5000/- and below are fully depreciated in the year of addition. Where no rates are specified for any port specific asset, the depreciation is charged at the rate as determined in accordance with the life of those assets as per the practice prevailing in Major Ports in India. Depreciation on addition in value of assets due to arbitral awards is claimed over the remaining useful life of the assets from the start of the financial year in which such award is passed and accepted.

e. INVESTMENTS :

Long Term Investments are stated at cost except where there is a diminution in value other than temporary, in which case the carrying value is reduced to recognize the decline. Current investments are stated at lower of cost or fair market value.

f. DEFERRED REVENUE EXPENDITURE :

Preliminary Expenses and Deferred Revenue Expenses are written off over a period of five years equally.

g. ACCOUNTING FOR TAXES ON INCOME :

- i. Current tax is determined as the amount of tax payable in respect of taxable income for the period.
- ii. Deferred tax is recognized, on timing differences, being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are not determined on unabsorbed depreciation and carry forward of losses unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

h. RETIREMENT BENEFITS :

Provisions for gratuity, pension and leave salary have been made as per the service conditions and on the basis of actuarial valuation and for those employees who are on deputation from other organizations as per the advice received from the respective organizations.

i. FOREIGN CURRENCY TRANSACTIONS:

Foreign currency transactions are recorded in Indian currency at the exchange rates prevailing on the respective dates of transactions. Monetary items are denominated in foreign currencies at the year-end are restated at year-end rates. Non-monetary foreign currency items are carried at cost. Any income or expense on account of exchange difference either on settlement or on translation is recognized in the profit and loss account.

j. PREPAID EXPENSES:

Revenue expenditure under each head are segregated into current year and prepaid wherever the amount exceeds Rs.20,000/-.

k. PREMIA FOR FORECLOSURE:

Premia for foreclosure of loans or any part thereof is charged to revenue in the year in which the foreclosure is effected.

l. BORROWING COSTS:

Borrowing Cost are capitalised as part of the cost of a qualifying asset when it will result in future economic benefits to the company. Other borrowing costs are recognised as an expense in the period in which they are incurred.

m. MAINTENANCE DREDGING:

Expenditure for the maintenance dredging is provided every year based on the estimated quantity as assessed from the Hydrographic Survey Report and as per market rate based cost of such maintenance dredging. The adjustment entries will be made in the year in which actual maintenance dredging expenditure was incurred.

II. NOTES ON ACCOUNTS

1. a. The Company is in possession of 2,083.74 acres of lands acquired from ChPT & TNEB towards development of Port. However the title of the lands in the possession of the company is under the process of transfer in the name of the company. As per direction of the Ministry of Shipping, Road, Transports & Highways in July 2007, the company has paid Rs.31.40 Crore (inclusive of interest) to ChPT towards amount invested by ChPT for land acquisition included in Other Advances. The company has referred this matter to Expert Advisory Committee of the Institute of Chartered Accountants of India (ICAI) for their opinion. The company has discussed the issue with ICAI officials and furnished additional information sought for in that meetings. On receipt of opinion from ICAI, suitable treatment will be made in the books of accounts.
b. Similarly an amount of Rs.10 Crore paid to TNEB in earlier year towards cost of land is shown under other advances. The balance claim of Rs.5.14 Crore made by TNEB is included in Contingent Liabilities pending the receipt of final statement of claims.
2. The Company has withheld certified bills of a contractor M/s. Haskoning – (CO) of Ennore Coal Port Project on account of counter claims made against it. Based on the award and subsequent negotiation with M/s.Haskoning, the company has capitalized an amount Rs.1.80 Crore and Rs. 0.19 Crore (net) accounted in Profit and loss account during the year as per Accounting policies and AS-11.
3. Stock represents the unutilized quarried stones of Rs.4.79 Crore having the utility value for construction / maintenance of Breakwater. These stocks have been valued at Cost or Net realizable value whichever is lower.
4. Sundry Creditors includes Book overdraft of Rs.2,53,43,541/-
5. Term deposits with banks include interest accrued but not due amounting to Rs 2.47 lakh (Previous Year Rs.0.95 Lakh).
6. Deposits under 'Loans and Advances' schedule includes remittance of Service Tax paid under protest amounting to Rs. 1.17 Crore towards Upfront Fees received from the developers of Iron Ore and Coal Terminal during the year

2008-09. Since the appeal made by the company to the Commissioner of Service Tax (Appeals) was rejected, the company has filed an Appeal & Stay petition with Customs, Excise and Service Tax Appellate Tribunal, Chennai. The differential claim, interest and penalty amounting to Rs.0.68 Crore has shown under Contingent Liabilities.

7. Other Income includes a sum of Rs.1.34 Crore towards sale of scrap - concrete blocks (which was lying at the port) to M/s. Chennai Water Desalination Limited.
8. Sundry Debtors include a sum of Rs.2.28 Crore towards compensation claimed from M/s Ennore Tank Terminals Pvt. Ltd due to delay in completion of the project as per 7.3 of License Agreement and the same is pending before the Independent Expert Committee appointed as per terms of the License Agreement.
9. Establishment Charges includes Rs.2.38 Crore towards provision made for 'Performance Related Pay' (PRP) to the employees, consequent to the implementation of the 2nd Pay Revision Committee recommendations. The above mentioned amount also includes amount payable for the previous financial years 2007-08 & 2008-09.
10. Managerial Remuneration :

	<u>2009-10</u>	<u>2008-09</u>
	(In Rupees)	
a. Salaries and Allowances	50,50,312	47,92,772*
b. Contribution to PF & Pension Fund	6,59,867	2,78,728
c. Sitting Fees	32,000	18,000
d. Contribution towards leave salary	2,64,304	2,07,175

* Includes previous year Rs.19,81,477/-

11. Payment to Statutory Auditors
(Excluding Service tax)
- Statutory Audit
 12. Transactions in Foreign Currency
- | | <u>2009-10</u> | <u>2008-09</u> |
|---|-------------------|----------------|
| | (In Rupees) | |
| | 1,00,000 | 1,00,000 |
| | (Rupees in lakhs) | |
| Earnings in foreign currency | Nil | Nil |
| Outgo in foreign currency towards capital expenditure | Nil | Nil |
| Outgo in foreign currency towards revenue expenditure | 3.23 | Nil |

13. Information on Quantity, Cargo and No. of Vessels :

	<u>2009-10</u>	<u>2008-09</u>
Quantity (Million Tonnes)	10.71	11.50
Cargo	Coal, Iron	Coal, Iron
	Ore & POL	Ore & POL
No. of Vessels	273	250

14. Loan dues from directors: Rs. Nil (Previous Year: Rs.Nil); Maximum amount outstanding from them at any time during the year is Rs.Nil. (Previous Year: Rs. Nil).
15. Contingent Liabilities (as certified by the Management):
Claims against the Company not acknowledged as debt: Rs.193.89 Crore (Previous Year: Rs.211.63 Crore).
16. Capital commitments (net of advances) not provided for:

Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advance)
Rs.78.58 Crore (Previous Year: 67.24 Crore)

Amount remaining to be paid consequent to the commitment made by the Company towards equity participation in the following company:

Chennai Ennore Port Road Ltd Rs.25.27 Crore (Previous Year: Rs.8.75 Crore)

17. Employee Benefits :

Disclosures required under Accounting Standard 15 "Employee Benefits" notified in the Companies (Accounting Standards) Rules 2006, are given below:

I. Defined Contribution Schemes:

Contributions to Defined Contribution Schemes charged off for the year are as under:

	(Rs. in Lakhs)
Employer's Contribution to Provident Fund	20.74
Employer's Contribution to Family Pension Fund	4.69

II. Defined Benefit Plans:

The present value of obligation in respect of Provision for Payment of Gratuity and Leave encashment is determined, based on actuarial valuation using the 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, recognized and charged off during the year are as under:

Particulars	(Rs. in Lakh)	
	2009-2010	2008-09
Gratuity (Unfunded)		
Reconciliation of opening and closing balances Of Defined Benefit Obligation:		
Defined Benefit obligation at the beginning	9.29	5.35
Current Service Cost	3.97	2.14
Interest Cost	0.74	0.43
Actuarial gain / loss	1.52	1.37
Defined Benefit obligation at the end	15.52	9.29
i) Expenses recognized during the year		
Current Service Cost	3.97	2.14
Interest Cost on benefit obligation	0.74	0.43
Expected return on plan assets	(0.90)	0.31
Actuarial gain/loss recognized in the year	1.52	1.30
Net benefit expenses	5.33	3.56
ii) Actuarial assumptions:		
Mortality Table (L.I.C)		
Discount Rate (per annum)	8%	8%
Attrition Rate (per annum)	1-3%	1-3%
Rate of escalation in salary (per annum)	5%	5%

Particulars**(Rs. in Lakh)****2009-2010****2008-09****Leave encashment (Unfunded)****iii) Reconciliation of opening and closing balances
Of Defined Benefit Obligation:**

Defined Benefit obligation at the beginning

14.38

9.61

Current Service Cost

7.43

8.43

Interest Cost

1.15

0.77

Actuarial loss

3.09

(4.43)

Defined Benefit obligation at the end

26.05

14.38

iv) Expenses recognized during the year

Current Service Cost

7.43

8.43

Interest Cost on benefit obligation

1.15

0.77

Expected return on plan assets

(1.57)

0.48

Actuarial gain/loss recognized in the year

3.09

4.54

Net benefit expenses

10.10

4.17

v) Actuarial assumptions:

Mortality Table (L.I.C)

Discount Rate (per annum)

8%

8%

Attrition Rate (per annum)

1-3%

1-3%

Rate of escalation in salary (per annum)

5%

5%

18. Segment Reporting:

Since the Company primarily operates in one segment - Port Services, segment reporting as required under Accounting Standard 17 on Segment Reporting issued by Institute of Chartered Accountants of India is not applicable. There is no reportable Geographical Segment either.

19. Related Party Disclosure:**Key Management Personnel**

a. Shri. S. Velumani

- Chairman cum Managing Director

b. Capt. D.K. Mohanty

- Director (Marine Services)

c. Shri. C. Damodaran

- Director (Operations)

Details of transaction :**2009-10****2008-09****(In Rupees)**

Remuneration to Directors

59,74,483

52,78,675*

* Includes previous year - Rs.19,81,477/-

20. a) As Lessee:

Assets taken on operating lease:

(Rs. In lakh)

Particulars	Total	Not later than one year	Later than one year and not later than five years	Later than five year
Future lease rentals payable	49.37	20.99	28.38	—

b) As Lessor :

The company has allotted land measuring about 33 acres, 128 acres and 116 acres to BOT operators viz., M/s. Ennore Tank Terminal Private Limited, M/s. Chettinad International Coal Terminal Private Limited and M/s. Sical Iron ore Terminals Limited respectively. The company would be signing the required land lease agreement with BOT operators on receipt of title transfer in favour of the company from the competent authority.

21. Earnings per share (EPS) as per Accounting Standard 20

	2009-10	2008-09
Profit after tax	48,65,64,389	41,46,37,706
No. of shares outstanding of Rs.10/- each	30,00,00,000	30,00,00,000
Earnings Per Share (Rs.) - Basic & Diluted	1.62	1.38

22. During the year the company has reviewed its fixed assets for impairment loss as required by Accounting Standards - 28 and an amount of Rs.2.40 lakh has been debited to Profit and loss account towards impairment.

23. Sundry Debtors, Loans & Advances and Deposits are subject to confirmation. The management, however, does not expect any material change.

24. As a matter of prudence, Deferred Tax Assets (net) is not recognised in the financial statements.

25. Loans and advances includes the following advance payments made towards equity contribution pending allotment :

a. Chennai-Ennore Ports Road Limited	-	Rs.8.75 Crore
b. Ennore SEZ Company Limited	-	Rs.0.025 Crore

26. Disclosures under the Micro, Small and Medium Enterprises Development Act, 2006

(a) An amount of Rs. Nil (Previous Year Nil) and Rs.Nil (Previous Year Nil) was due and outstanding to suppliers as at the end of the accounting year on account of Principal and interest respectively.

(b) No interest was paid during the year.

(c) No interest payable at the end of the year under Micro, Small and Medium Enterprises Development Act, 2006.

(d) No amount of interest was accrued and unpaid at the end of the accounting year.

27. Previous year's figures have been regrouped, wherever necessary, to conform to the current year's classification.

For ENNORE PORT LIMITED

S. VELUMANI

Chairman cum Managing Director

Capt. D.K. MOHANTY

Director

M. GUNASEKARAN

G M (Fin) & Secretary

**For Padmanabhan Prakash & Co.
Chartered Accountants**

E. PRAKASH

Partner

M. No. 019388

Place : Chennai

Date : 09.07.2010

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2010

	Rs.	2009-2010	Rs.	2008-09
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit after tax and extraordinary items		48,65,64,389		41,46,37,708
Adjustment for:				
Depreciation		12,62,96,143		11,82,16,579
Impairment of Assets		2,40,441		-
Interest charges		43,12,83,548		42,61,07,810
Establishment Expenses		2,38,00,000		-
Income Tax		16,80,74,167		5,44,47,200
Operating Profit before working capital changes		1,17,62,58,688		1,01,34,09,297
Adjustment for:				
(Increase) / Decrease Current Assets		10,05,88,150		(12,30,20,783)
Increase /(Decrease) Current Liabilities		(34,88,35,126)		(6,08,37,176)
Net Cash Generated From Operating Activities		92,80,11,712		82,95,51,338
B. CASH FLOW FROM INVESTING ACTIVITIES				
Sale of Fixed Assets		3,16,695		6,23,043
Purchase of Fixed Assets		(57,00,84,677)		(1,14,39,92,810)
Investments		(5,50,00,000)		(5,50,00,000)
Net Cash generated from Investing Activities		(62,47,67,982)		(1,19,83,69,767)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Borrowings		25,00,00,000		18,50,00,000
Repayment of Loans		(16,15,71,428)		(14,45,71,428)
Interest Paid		(30,95,37,712)		(26,33,88,229)
Net Cash Used in Financing Activities		(22,11,09,140)		(22,29,59,657)
Net Increase in cash and cash equivalents (A+B+C)		8,21,34,590		(59,17,78,087)
Cash and Cash equivalents as at (OB)	6,34,55,937		65,52,34,024	
Cash and Cash equivalents as at (CB)	14,55,90,526	8,21,34,590	6,34,55,937	(59,17,78,087)

As per our report of even date

For ENNORE PORT LIMITED

S. VELUMANI

Chairman cum Managing Director

Capt. D.K. MOHANTY

Director

M. GUNASEKARAN

G M (Fin) & Secretary

**For Padmanabhan Prakash & Co.
Chartered Accountants**

E. PRAKASH

Partner

M. No. 019388

Place : Chennai

Date : 09.07.2010

PART IV - BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

i) REGISTRATION DETAILS

Registration No.

State Code (Refer Code List)

Balance Sheet Date
Date Month Year

ii) CAPITAL RAISED DURING THE YEAR (Amount in Rs. Thousands)

Public Issue

Rights Issue

Bonus Issue

Private Issue

iii) POSITION OF MOBILIZATION & DEPLOYMENT OF FUNDS (Amount in Rs. Thousands)

Total Liabilities

Total Assets

SOURCES OF FUNDS

Paid-up Capital

Reserves & Surplus

Secured Loans

Unsecured Loans

APPLICATION OF FUNDS

Net Fixed Assets

Investments

Net Current Assets

Misc. Expenditure

Accumulated Losses

iv) PERFORMANCE OF COMPANY (Amount in Rs. Thousands)

Turnover

Total Expenditure

Profit / Loss before Tax

Profit / Loss after Tax

(Please tick (✓) Appropriate box + for Profit - for Loss)

Earning per Share in Rs.

Dividend Rate %

V) GENERIC NAMES OF THREE PRINCIPAL PRODUCTS : SERVICES OF COMPANY

(as per monetary terms)

Item Code No.
(ITC Code)

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Product Description

P	O	R	T		S	E	R	V	I	C	E	S							

Item Code No.
(ITC Code)

--	--	--	--	--	--	--	--	--	--

Product Description

Item Code No.
(ITC Code)

--	--	--	--	--	--	--	--	--	--

Product Description

For ENNORE PORT LIMITED

S. VELUMANI

Chairman cum Managing Director

Capt. D.K. MOHANTY

Director

M. GUNASEKARAN

G.M. (Fin) & Secretary

For Padmanabhan Prakash & Co.
Chartered Accountants

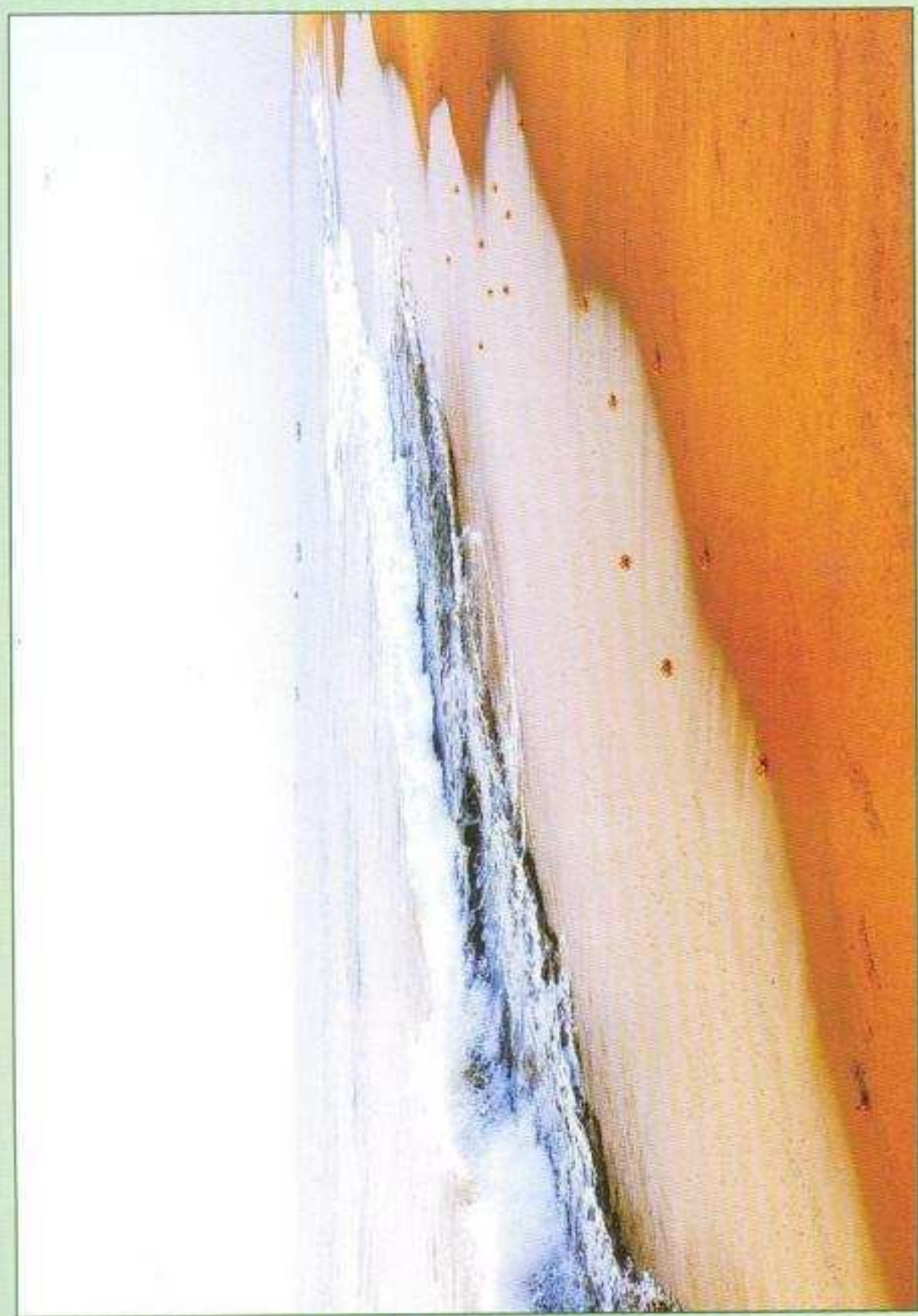
E. PRAKASH

Partner

M. No. 019388

Place : Chennai

Date : 09.07.2010



A VIEW OF PORT'S CLEAN BEACH AREAS



ENCHANTIG WATER BODY IN THE PORT



Ennore Port Limited

(A MINI RATNA GOVERNMENT OF INDIA UNDERTAKING)

Regd. & Corporate Office

23, Rajap Salak, 11 Floor, Chennai - 600 001
Ph: 044-25251646 (5 Lines) Fax: 044-25251665

E-mail: info@enp.gov.in

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