



# VIKAS ROAD CARRIERS LTD.

## FLEET OWNERS & TRANSPORT CONTRACTORS

Corporate Office : 178, Chadha House, Mhada Layout, Jankidevi Public School Road, Near New Versova Telephone Exchange, Andheri (W.), Mumbai-400053. Ph. : 42087777 (50 Lines) Fax : 2633 4845 e-mail : vrcl\_bom@lycos.com

### NOTICE

NOTICE is hereby given that the **EIGHTEENTH ANNUAL GENERAL MEETING** of the members of **VIKAS ROAD CARRIERS LIMITED**, will be held at the Registered office at AG 103, Sanjay Gandhi Transport Nagar, Delhi – 110 042 on 29<sup>th</sup> day of September, 2013 at 4:00 p.m. to transact the following business.

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013, and Statement of Profit and loss for the financial year ended on that date along with Auditor's Report and Director's Report thereon.
2. To appoint a director in place of Mr. Sarabjeet Kaur who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a director in place of Ms. Aleena Chadha who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint M/s. Akshay & Co. , Chartered Accountants, the retiring auditors of the Company to hold office from the date of conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration.
5. To appoint M/s. SMNP & Co., Chartered Accountants, Delhi the retiring auditors as the Branch (Delhi Operations) Auditors of the Company to hold office from the date of conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

For **VIKAS ROAD CARRIERS LIMITED**

By order of the Board of Directors

X

DIRECTOR/ CHAIRMAN

PLACE: NEW DELHI

DATE : **03.09.2013**



AN ISO 9001 : 2000 COMPANY PROVIDING GOODS TRANSPORTATION IN CONTAINERIZED TRUCKS  
Regd. Office : AG 103, Sanjay Gandhi Transport Nagar, New Delhi-110042 Ph. : 01127831239/40



NOTE:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and on a poll to vote instead of him selves / her selves and that the proxies need not be a member of the company. The proxies to be effective should be received by the company not less than 48 hours before the commencement of the meeting.
2. Members are requested to notify change in their address, if any, immediately to the Company.
3. Document referred to in the accompanying notice are open for inspection at the Registered Office of the Company during office hours an all working days except Saturday, Sunday and any other Holidays between 11.00 a.m. and 1.00 p.m. up to the date of Annual General Meeting





### DIRECTOR'S REPORT

Dear Members,

Your Director's are pleased to present the 18<sup>th</sup> Annual Report on the business & operations of the company together with the Audited Statement of Accounts for the period ended 31<sup>st</sup> March, 2013.

### OPERATIONS & OUTLOOK

During the year the company earned by way of freight, an income of **Rs. 10,737.46 Lakhs** as against **Rs. 10855.44 Lakhs** achieved during the corresponding previous year. The Company also earned by way of other income **Rs. 71.85 Lakhs** as against **Rs. 99.6 Lakhs** earned during the corresponding previous year. The Company earned Net Profit of **Rs. 5.15 Lakhs** against Net Profit of **Rs. 2.14 Lakhs** for the previous year.

### DIVIDEND

The directors do not recommend any dividend during the year and would like to conserve the profit for future expansion of the Company.

### DIRECTORS

Ms. Sarabject Kaur Chadha, Director and Ms. Aleena Chadha, Director retires by rotation and being eligible, offers themselves for reappointment.

### PARTICULARS OF EMPLOYEES

During the year there were no employees drawing remuneration exceeding Rs. 60,00,000/- per annum, if employed for whole of the year or Rs. 5,00,000/- per month, if employed for the part of the year as per the provisions of section 217 (2A) of the Companies Act 1956 read with the Companies (Particulars of Employee's Rules, 1975) as amended.

### DEPOSITS

The company has not accepted any fixed deposits attracting the provisions of Section 58 A of the Companies Act 1956.





### **RETIREMENT BENEFITS**

The observations made by the auditor in their report read with the relevant notes as given in the notes to account, are self explanatory and therefore do not call for any further comments u/s 217(3).

### **AUDITORS**

M/s. Akshay & Co., Chartered Accountants, the Statutory Auditors retire at the conclusion of the ensuing Annual General meeting and being eligible for re-appointment, offer themselves for re-appointment.

M/s. SMNP & Co., Chartered Accountants, retires at the conclusion of the ensuing Annual General meeting as Branch (Delhi Operations) Auditors, and being eligible for re-appointment, offer themselves for re-appointment.

### **AUDITORS' REPORT**

The observations made by the auditor in their report read with the relevant notes, as given in the notes to accounts, are self explanatory and therefore do not call for any further comments u/s. 217(3).

### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO.**

As the Company has not carried out any manufacturing activities, no details in respect of energy consumption and conservation are provided in the report.

The Company had not adopted any foreign technology during the year.

The details of foreign exchange earnings & outgo are provided in the notes to the accounts forming part of the accounts.

### **DIRECTOR'S RESPONSIBILITY STATEMENT**

Pursuant to the provisions of Section 217(2AA) of the Companies Act, 1956 with regard to Director's Responsibility Statement, it is hereby confirmed that:

Your Directors state that:-

- 1 In preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures, except as stated in *Note No. 1(B)(i)* to the notes to accounts.
2. That the Company has selected such accounting standards, policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the company for that period.

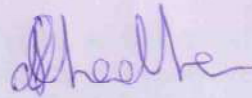


3. That the Company has taken proper and sufficient care to the best of their knowledge and ability, for the maintenance of adequate accounting records, in accordance with the provisions of the relevant acts for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
4. That the Annual Accounts of the Company for the Financial Year ended 31<sup>st</sup> March, 2013 are prepared on a going concern basis.

**ACKNOWLEDGEMENT**

The directors are thankful to the employees, bankers and the shareholders for their co-operation extended to the company.

**ON BEHALF OF THE BOARD OF DIRECTORS**



**DIRECTORS/ CHAIRMAN**

PLACE : New Delhi  
DATE : 03.09.2013

**INDEPENDENT AUDITOR'S REPORT****TO THE MEMBERS OF VIKAS ROAD CARRIERS LIMITED****Report on the Financial Statements**

We have audited the accompanying financial statements of **Vikas Road Carriers Limited** ("the Company"), which comprises of Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.





### **Basis for Qualified Opinion**

*As referred to in Note I(B)(i) of Notes to Financial Statements, the Company has not accounted for Employee Benefits payable to the employees as stipulated in accordance with Accounting Standard Employee Benefit (AS – 15) (Revised 2005). In the absence of actuarial valuation and such other details, we are unable to quantify the effect there of on the profit for the year.*

### **Emphasis of Matter**

*Attention is invited to Note No. 1(A) of Notes to Accounts, regarding the Scheme of Arrangement filed by the Company before the Hon'ble Delhi High Court, for the transfer and vesting of business of the Company pertaining to Delhi Operations as a going concern into VRC Logistics Private Limited (being the "resulting Company") with effect from 1st day of April, 2012 (being the "appointed date"). Pending the final disposal of the petition, pursuant to the Scheme of Arrangement, the Company has continued to incorporate the Income, Expenditure, Assets and Liabilities of its Delhi operations in its financial statements for the year ended March 31, 2013. Accordingly these financial statements also include the transactions pertaining to Delhi operations of the Company, which are held in trust, pursuant to the Scheme of Arrangement.*

### **Qualified Opinion**

In our opinion and to the best of our information and according to the explanations given to us, *except for the effects of the matter described in the Basis for Qualified Opinion paragraph and our comments in Emphasis of Matter paragraph above*, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date: and
- c) in case of Cash Flow Statement, of the cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order"), issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227 (3) of the Act, we report that:



- a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion, proper books of account as required by law, have been kept by the Company so far as appears from our examination of those books;
- c) The Balance Sheet and Statement of Profit and Loss dealt with by this report are in agreement with the books of account;
- d) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph, in our opinion, the Balance Sheet and the Statement of Profit and Loss comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act;
- e) On the basis of the written representations received from the Directors as on March 31, 2013 and taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2013, from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Act.
- f) Since the Central Government has not issued any notification as to the rate at which the Cess is to be paid under section 441A of the Act nor has it issued any Rules under the said section, prescribing the manner in which such Cess is to be paid, no Cess is due and payable by the Company.

For and on behalf of  
**AKSHAY & CO.**  
CHARTERED ACCOUNTANTS  
Firm Registration No.: 101844W



**A. J. Shah**  
Partner

Membership No.: 039648

Place: **Mumbai**

Dated: **03.09.2013**





**Annexure to the Independent Auditor's Report**

**Referred to in paragraph (1) under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date.**

- i.
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) The management informed us that they have physically verified fixed assets in the normal course of the business at regular intervals. In our opinion, the period of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
  - c) In our Opinion and according to the information and explanations given to us, a substantial part of fixed assets have not been disposed off by the Company during the year.
- ii.
  - a) We are informed that the inventory has been physically verified during the year by the management periodically, in our opinion, the frequency of verification is reasonable.
  - b) In our opinion, the procedures for the physical verification of inventory 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 records of inventory. As explained to us, there were no material discrepancies noticed on physical verification of inventories as compared to the book records.
- iii.
  - a) The Company has granted unsecured loans to three parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount outstanding during the year was **Rs. 267.55 Lacs** and the year end balance is **Rs. NIL/-**
  - b) In our opinion and according to the explanations given to us, there are no stipulations as regards the rate of interest and other terms.
  - c) On the basis of the information and explanations given to us, the parties to whom the amounts have been advanced are repaying the same regularly.
  - d) As per the information and explanations given to us, the amount of loan given is not overdue.





- e) The Company has taken interest free unsecured loan from two Body Corporates covered in the register maintained under section 301 of the Companies Act, 1956 in additions to the loans taken in the earlier years. The maximum amount outstanding during the year was **Rs. 86.43 Lacs** and the year end balance is **Rs. Nil/-**
- f) In our opinion and according to the explanations given to us, there are no stipulations as regards the rate of interest and other terms.
- g) In our opinion the requirement of Para iii(g) of the Order as regards payment of the interest and repayment of loan are not applicable to the Company for the year under review and there are no stipulation as regards interest or repayment of loans.
- iv. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, for the purchases of inventory and fixed assets and for the sale of goods & services. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weakness in the aforesaid internal control procedure.
- v. In respect of the contract or arrangements referred to in section 301 of the Companies Act, 1956 :
- a. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements, that need to be entered in the Register maintained under section 301 of the Companies Act, 1956 have been so entered. *The Company has entered into transactions with parties listed in the Register maintained under section 301 without obtaining prior approval of the Central Government. We have been informed that, the Company is in the process of making necessary application to the Central Government for regularization of the same. In view of same the Company has not made any provisions for the cost of Non – compliance.*
- b. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the Register maintained under section 301 of the Act and exceeding the value of Rupees Five Lacs in respect of any party during the year, have been made at a price which are reasonable having regard to the prevailing market prices at the relevant time.
- vi. In our Opinion and according to the information given to us, the Company has not accepted any deposits from the public within the meaning of provision of section 58A & 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposit) Rule 1957. According to the information and explanations given to us, no order under the aforesaid section has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal, on the Company.





- vii. The Company has an internal audit system, which in our opinion, is commensurate with the size of the company and nature of its business.
- viii. The maintenance of cost records as prescribed by the Central Government under clause (d) of the sub-section (1) of the section 209 of the Act is not applicable to the Company for the year under review.
- ix. a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employee's State Insurance, Income tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues as applicable with the appropriate authorities.
- b) According to the records of the Company and the information and explanations given to us, there were no disputed dues on account of Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty and Cess as at March 31, 2013. The Details of dues of Income Tax which have not been deposited as on March 31, 2013 on account of disputes are given below:

Nature of Dues	Forum where dispute is pending	Period to which amount relates	Amount Involved (Rs. In Lacs)
Income Tax	Income Tax Appellant Tribunal	2002 - 2003	4.08*

(\* The amount represents the balance amount of disputed liability of Rs. 31.08 lacs against which the Company has made a part payment of Rs. 27.00 lacs).

- x. The Company has no accumulated losses as at March 31, 2013 and has not incurred cash losses during the financial year as well as in the immediately preceding financial year.
- xi. According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues borrowed from any financial institutions or banks or debenture holders.
- xii. Based on our examination of the records and the information and explanations given to us the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. The provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the Company.
- xiv. In our opinion and according to the information and explanations given to us, the Company has maintained proper records of the transactions and contracts in respect of investments in shares and mutual funds and timely entries have been made therein. All the investments have been held by the Company in its own name.





- xv. In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
- xvi. In our opinion, and according to the information and explanations given to us, the Company has applied the term loans for the purpose for which the loans were obtained.
- xvii. On the basis of an overall examination of the balance sheet of the Company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis, which have been used for a long-term investment, and vice-versa.
- xviii. The Company has not made any preferential allotment of shares to parties and companies in the register maintained under Section 301 of the Act during the year.
- xix. The Company has not issued any debentures.
- xx. The Company has not raised any money by public issues during the year.
- xxi. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we have been informed of such case by the management.

For and on behalf of  
**AKSHAY & CO.**  
CHARTERED ACCOUNTANTS  
Firm Registration No.: 101844W



**A. J. Shah,**

Partner

Membership No.: 039648

Place: **Mumbai**

Dated: **03.09.2013**



# Vikas Road Carriers Limited

## BALANCE SHEET AS AT 31.03.2013

	PARTICULARS	NOTE NO.	As at 31.03.2013 (Rs.)	As at 31.03.2012 (Rs.)
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
(1)	<b>Shareholder's Fund</b>			
	Share Capital	2	2,81,06,310	2,81,06,310
	Reserves & Surplus	3	9,86,21,388	9,81,06,143
	Money received against Share Warrants		-	-
(2)	<b>Share Application Money pending allotment</b>		-	-
(3)	<b>Non-Current Liabilities</b>			
	Long - Term Borrowings	4	1,14,40,509	79,54,446
	Deferred Tax Liabilities (Net)		-	-
	Other Long - Term Liabilities	5	-	10,00,000
	Long Term Provisions		-	-
(4)	<b>Current Liabilities</b>			
	Short - Term Borrowings	6	23,30,98,341	24,54,50,271
	Trade Payables	7	1,50,18,195	1,50,08,623
	Other Current Liabilities	8	4,75,27,518	1,44,86,095
	Short - Term Provisions	9	5,41,215	12,40,418
	<b>TOTAL</b>		<b>43,43,53,476</b>	<b>41,13,52,306</b>
<b>II.</b>	<b>ASSETS</b>			
(1)	<b>Non-Current Assets</b>			
	Fixed Assets:			
	- Tangible Assets	10	4,29,13,950	4,17,67,552
	- Intangible Assets		-	-
	- Capital Work In Progress	11	1,98,54,368	-
	- Intangible assets under development		-	-
	Non Current Investments	12	1,56,102	1,61,518
	Deffered Tax Assets (Net)		30,69,375	30,69,375
	Long - Term Loans & Advances	13	1,70,98,705	1,66,93,451
	Other Non Current Assets	14	69,600	83,520
(2)	<b>Current Assets</b>			
	Current Investments		-	-
	Inventories	15	57,14,326	73,76,293
	Trade Receivables	16	28,37,42,058	28,86,15,453
	Cash & Cash Equivalent	17	1,91,89,780	1,92,89,939
	Short Term Loan & Advances	18	4,25,31,290	3,42,81,286
	Other Current Assets	19	13,920	13,920
	<b>TOTAL</b>		<b>43,43,53,476</b>	<b>41,13,52,306</b>

### Significant Accounting Policies

1

The notes referred to above form an integral part of the Financial Statement.



As per our report of even date  
For **AKSHAY & CO.**  
Chartered Accountants,  
Firm Registration No. 101844W



**CA A. J. SHAH**  
Partner  
Membership No. : 039648  
Place : Mumbai  
Date : 3 SEP 2013

For and on behalf of Board of Directors

**S. S. CHADHA**  
Director

**D. S. CHADHA**  
Director

Place : New Delhi

Date : 3 SEP 2013



# Vikas Road Carriers Limited

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

	PARTICULARS	NOTE NO.	Current Year (Rs.)	Previous Year (Rs.)
<b>I</b>	<b>REVENUE:</b>			
	Revenue from Operations (Gross)			
	- Sale of Products		-	-
	- Sale of Services	20	1,06,87,83,479	1,07,86,70,946
	- Other Operating Income	21	49,63,154	68,73,094
	Less: Excise Duty		-	-
	Revenue from Operations (Net)		1,07,37,46,633	1,08,55,44,040
	Other Income	22	71,85,313	99,60,586
	<b>Total Revenue</b>		<b>1,08,09,31,946</b>	<b>1,09,55,04,626</b>
<b>II</b>	<b>EXPENSES:</b>			
	Cost of Materials Consumed		-	-
	Purchase of Stock in Trade		-	-
	Changes in Inventories		-	-
	Employee Benefit Expenses	23	2,50,68,115	2,19,64,345
	Finance Cost	24	2,92,80,020	2,86,21,572
	Depreciation And Amortisation	10	1,79,11,490	2,22,87,735
	Other Expenses	25	1,00,52,58,361	1,01,94,92,462
	<b>Total Expenses</b>		<b>1,07,75,17,986</b>	<b>1,09,23,66,114</b>
	Profit before Prior Period Items		34,13,960	31,38,512
	Prior Period Items		87,215	24,763
	Profit before Extraordinary Items		33,26,745	31,13,749
	Extraordinary Items		-	-
	Profit before Exceptional items		33,26,745	31,13,749
	Exceptional Items		-	-
	Profit before Tax		33,26,745	31,13,749
	<b>Tax Expenses:</b>			
	Current Tax	26	28,11,500	29,00,000
	Less: Mat credit		-	-
	Current Tax Expenses relating to prior years		-	-
	Net Current tax Expense		28,11,500	29,00,000
	Deferred tax		-	-
	Profit (Loss) for the period		5,15,245	2,13,749
	Earnings per Equity Share :	27		
	Basic		0.18	0.08
	Diluted		0.18	0.08

### Significant Accounting Policies

1

The notes referred to above form an integral part of the Financial Statement.



As per our report of even date  
For **AKSHAY & CO.**  
Chartered Accountants,  
Firm Registration No. 101844W



**CA A. J. SHAH**  
Partner

Membership No. : 039648

Place : Mumbai

Date : 3 SEP 2013

For and on behalf of Board of Directors

**S. S. CHADHA**  
Director

**D. S. CHADHA**  
Director

Place : New Delhi

Date : 3 SEP 2013



## VIKAS ROAD CARRIERS LTD.

### **I. Notes forming Part of Financial Statements for the period ended March 31, 2013.**

#### **A. Background**

The Company was incorporated as a Public Limited Company on May 31, 1995 and is primarily engaged in the business of Freight Contractors, Carriage and Freight Agents, Fleet Owners in respect of goods, luggage and freight by road. These financial statements pertain to the period April 1, 2012 to March 31, 2013 and April 1, 2011 to March, 2012 have been prepared pursuant to the requirements of the Companies Act, 1956.

The Company has filed a Scheme of Arrangement before the Hon'ble Delhi High Court, pursuant to the relevant provisions of the Companies Act 1956, for the transfer and vesting of business of the Company pertaining to Delhi Operations as a going concern into VRC Logistics Private Limited with effect from 1st day of April, 2012 (being the "appointed date"), to ensure accelerated growth of individual units and higher returns to the shareholders, creditors and employees. The application filed by the Company before the Hon'ble High Court is pending for disposal. Hence, pending the final disposal of the petition, pursuant to the Scheme of Arrangement, the Company has incorporated the Income, Expenditure, Assets and Liabilities of its Delhi operations in its Balance sheet as at March 31, 2013 and Statement of Profit & Loss for the year ended March 31, 2013 and prepared the consolidated accounts. The details of the Income, Expenditure, Assets and Liabilities so incorporated as per the accounts of Delhi operations, as audited by Independent Auditors are annexed hereto.

#### **B. SIGNIFICANT ACCOUNTING POLICIES :**

##### **a) Basis of preparation of financial statement :**

The financial statements of the Company are prepared in accordance with generally accepted accounting principles in India ('Indian GAAP'). The Company has prepared these financial statements to comply in all material respects with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on an accrual basis and under the historical cost convention.



b) **Use of Estimation :**

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

c) **Revenue Recognition :**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue in respect of booking freight is recognised on mercantile basis. Service income is recognised as per the terms of contracts with customers when the related services are performed.

Dividend income is recognised when the unconditional right to receive the income is established. Income from interest on deposits, loans and interest bearing securities is recognised on the time proportionate method.

Revenue in respect of Insurance and other claims is recognised when no significant uncertainty exists with regard to the amount to be realised.

d) **Tangible Assets :**

Fixed assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises purchase price and directly attributable cost of bringing the asset to its working condition for the intended use. Direct costs relating to trucks are capitalised until the trucks are ready to be put to use. These costs include cost of chasis, cabin, containers frame, tools and accessories and expenses on insurance. Borrowing costs directly attributable to acquisition or construction of those fixed assets, which necessarily take a substantial period of time to get ready for their intended use is capitalised.

e) **Depreciation and amortization :**

Depreciation on fixed assets is provided on the written down value method (WDV Method), as per the rates provided in Schedule XIV of the Companies Act, 1956. Decrease in amount of historical cost due to price adjustments is deducted from the outstanding written down value on the date of change and depreciation on the revised





written down value is provided prospectively over the remaining useful life of asset. Assets individually costing less than Rs. 5,000/- are debited to Profit & Loss Account in the year of acquisition.

f) **Borrowing Cost :**

- i) Borrowing cost attributable to acquisition and / or construction of qualifying assets is capitalized as cost of such assets up to the date when such asset is ready for its intended use.
- ii) Borrowing cost on working capital is charged to Profit & Loss Account.

g) **Investments :**

Long-term investments are carried at cost less any other-than-temporary diminution in value, determined separately for each individual Investment. Current investments are carried at the lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investment.

h) **Inventories :**

Inventories consists of consumables items and is valued at its acquisition cost as certified by the management.

i) **Employee Benefits :**

Contributions payable to the recognised Provident Fund and Employees' State Insurance Corporation in respect of few employees are accounted on accrual basis and charged to the profit & loss account for the year.

The Company has made contribution to the Group Gratuity Scheme of LIC in respect of few employees of the Company.

j) **Foreign currency transactions and balances :**

Foreign currency transactions, if any, are recorded using the exchange rates prevailing on the dates of the respective transactions. Exchange differences arising on foreign currency transactions settled during the year are recognised in the Statement of Profit and Loss except that exchange differences related to acquisition of fixed assets are adjusted in the carrying amount of the related fixed assets.



Monetary assets and liabilities denominated in foreign currencies as at the Balance Sheet date not covered by forward exchange contracts are translated at year-end rates. The resultant exchange differences (except those related to acquisition of fixed assets) are recognised in the Statement of Profit and Loss.

Forward contracts if any, are entered into to hedge currency risk of the underlying outstanding at the Balance Sheet date. The premium or discount on all such contracts arising at the inception of each contract is amortised as expense or income over the life of the contract. The exchange differences on such a forward exchange contract is the difference between (i) the foreign currency amount of the contract translated at the exchange rate on the reporting date, or the settlement date where the transaction is settled during the reporting period and (ii) the same foreign currency amount translated at the latter of the date of inception of the forward exchange contract or the last reporting date. Any profit or loss arising on cancellation or renewal of such a forward exchange contract is recognised as income or expense for the period.

k) **Income-tax expense** :

Tax expense comprises of current and deferred tax and includes any adjustments related to past periods in current and / or deferred tax provisions that may become necessary due to certain developments or reviews during the relevant period. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961.

Deferred income taxes, if any, reflect the impact of current year's timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. The carrying amount of deferred tax assets are reviewed at each Balance Sheet date. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain that sufficient future taxable income will be available.





l) **Earnings per share :**

Basic earnings and Diluted earnings per share are calculated by dividing, the net profit or loss for the year attributable to equity shareholders, by the weighted average number of equity shares outstanding during the year.

<b>Particulars</b>	<b>Current Year (in Rs.)</b>	<b>Previous Year (in Rs.)</b>
<b>Earnings:</b> Net Profit after Tax	5,15,245	2,13,749
<b>No. of Shares:</b>		
Weighted average number of equity shares outstanding during the year	28,10,631	27,81,085
<b>Basic Earnings per share (in Rs.)</b>	<b>0.18</b>	<b>0.08</b>
Weighted average number of equity shares (Including Potential equity shares) outstanding during the year	28,10,631	27,81,085
<b>Diluted Earnings per share (in Rs.)</b>	<b>0.18</b>	<b>0.08</b>

m) **Provisions and contingent liabilities :**

A provision is recognized when the Company has a present obligation as a result of past events; it is probable that an outflow of resources embodying economic benefit will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. A contingent liability is disclosed by way of Notes to Accounts, unless the possibility of an outflow of resources embodying the economic benefit is remote.

n) **Impairment of assets :**

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the company estimates the asset's recoverable amount. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.



## Vikas Road Carriers Limited

### NOTES FORMING PART OF BALANCE SHEET AS AT 31.03.2013

#### 2 SHARE CAPITAL :

##### 2.1 SHARE CAPITAL

PARTICULARS	As at 31.03.2013 (Rs)		As at 31.03.2012 (Rs)	
<b>Authorized Share Capital :</b> 3,400,000 (Previous Year 3,400,000) Equity Shares of Rs. 10/- each		3,40,00,000		3,40,00,000
<b>Issued Subscribed and Fully Paid - up Share Capital</b> 2,810,631 Equity Shares Of Rs. 10/- Each (Previous Year - 2,753,538 Equity Shares Of Rs. 10/- Each)		2,81,06,310		2,75,35,380
Add : Shares Issued during the year (Previous Year : 57,093 Equity shares of Rs. 10/- Each issued at a premium of Rs. 90/- per share)		-		5,70,930
<b>TOTAL</b>		<b>2,81,06,310</b>		<b>2,81,06,310</b>

- 2.2 The Company has only one class of shares referred to as equity shares having a par value of Rs. 10/- . Each holder of equity shares is entitled to one vote per share.
- 2.3 The Company has not issued any shares as bonus shares out of free reserves during the period of five years immediately preceding date of Balance Sheet.
- 2.4 During the year Company has not issued any shares. (Previous Year : Company issued shares at premium of Rs. 90/-.)
- 2.5 The reconciliation of the number of shares outstanding as at March 31, 2013 and March 31, 2012 is set out below:

PARTICULARS	As at 31.03.2013 (Nos of Shares)		As at 31.03.2012 (Nos of Shares)	
<b>Equity Shares of Rs. 10 each :</b>				
Opening number of shares outstanding		28,10,631		27,53,538
Add: No of Shares issued during the year		-		57,093
Less: Shares forfeited during the year		-		-
<b>Closing number of shares outstanding</b>		<b>28,10,631</b>		<b>28,10,631</b>

- 2.6 The details of shareholder holding more than 5% shares as at March 31, 2013 and March 31, 2012 is set out below :

PARTICULARS	As at 31.03.2013 (Nos of Shares)		As at 31.03.2012 (Nos of Shares)	
<b>Equity Shares of Rs. 10 each :</b>				
Satvinder Singh Chadha	30.18%	8,48,208	30.18%	8,48,208
Iqbal Kaur Chadha	18.35%	5,15,847	18.35%	5,15,847
Harvinder Singh Chadha	30.10%	8,46,131	30.10%	8,46,131
Saranjeet Kaur Chadha	14.00%	3,93,349	14.00%	3,93,349
		<b>26,03,535</b>		<b>26,03,535</b>





3 **RESERVES & SURPLUS :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
<b>Surplus :</b>				
Opening Balance	6,29,97,773	6,35,13,018	6,27,84,024	6,29,97,773
Add : Addition during the Year	5,15,245		2,13,749	
<b>Share Premium Reserve Account :</b>				
Opening Balance	3,51,08,370	3,51,08,370	2,99,70,000	3,51,08,370
Add : Addition during the Year	-		51,38,370	
<b>TOTAL</b>		<b>9,86,21,388</b>		<b>9,81,06,143</b>

4 **LONG TERM BORROWINGS :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
<b>Secured:</b>				
Loans for Financing Cars		31,99,185		24,87,779
Loans for Financing Trucks		82,41,324		54,66,667
<b>TOTAL</b>		<b>1,14,40,509</b>		<b>79,54,446</b>

5 **OTHER LONG TERM LIABILITIES :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
Security Deposits		-		10,00,000
<b>TOTAL</b>		<b>-</b>		<b>10,00,000</b>

6 **SHORT TERM BORROWINGS :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
Short term Borrowings against hypothecation of Stock & Debtors				
- Working Capital demand Loan		10,00,00,000		10,00,00,000
- Term Loans		1,50,00,000		1,50,00,000
- Cash Credit		11,80,98,341		13,04,50,271
<b>TOTAL</b>		<b>23,30,98,341</b>		<b>24,54,50,271</b>

7 **TRADE PAYABLES :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
Sundry Creditors		1,50,18,195		1,50,08,623
<b>TOTAL</b>		<b>1,50,18,195</b>		<b>1,50,08,623</b>



8 **OTHER CURRENT LIABILITIES :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
<b>Other Payables :</b>				
Expenses Payable	50,26,015		23,81,737	
Creditors For Assets	1,96,10,345			
TDS Payable	5,90,551		19,355	
Service Tax Payable	83,294		1,44,126	
Bank Interest Payable	62,267	2,53,72,472	1,06,227	26,51,445
<b>Current Maturities of Long term Debts :</b>				
Installments due in next year for financing Trucks	1,94,98,575		1,02,80,371	
Installments due in next year for financing Cars	26,56,471	2,21,55,046	15,54,279	1,18,34,650
<b>TOTAL</b>		<b>4,75,27,518</b>		<b>1,44,86,095</b>

9 **SHORT TERM PROVISIONS :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
<b>Provision for FBT</b> A.Y.2009-2010		18,400		18,400
<b>Provision for Wealth Tax</b>				
A.Y.2009-2010	947		947	
A.Y.2010-2011	1,990		1,990	
A.Y.2011-2012	1,010		1,010	
A.Y.2013-2014	11,500	15,447	-	3,947
<b>Provision for Income Tax</b>				
A.Y.2012-2013	-		12,18,071	
A.Y.2013-2014	5,07,368	5,07,368	-	12,18,071
<b>TOTAL</b>		<b>5,41,215</b>		<b>12,40,418</b>

11 **CAPITAL WORK IN PROGRESS :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
Trucks ( Under Chasis Building)		1,98,54,368		-
<b>TOTAL</b>		<b>1,98,54,368</b>		<b>-</b>

12 **NON CURRENT INVESTMENTS :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
<b>Other Investments :</b>				
Investments in Mutual Funds	31,309		31,309	
Less: Provision for Diminution in value of Investments	-	31,309	(2,423)	28,886
Investments in Shares	2,71,765		2,71,765	
Less: Provision for Diminution in value of Investments	(1,46,973)	1,24,792	(1,39,133)	1,32,632
<b>TOTAL</b>		<b>1,56,102</b>		<b>1,61,518</b>





**VIKAS ROAD CARRIERS LTD.**

**10. TANGIBLE ASSETS :**

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.2012	Additions	Deductions	As at 31.03.2013	As at 01.04.2012	For the Year	On asset sold during the year	As at 31.03.2013	As at 31.03.2013	As at 31.03.2012
Land	2,88,000	-	-	2,88,000	-	-	-	-	2,88,000	2,88,000
Buildings	11,59,000	-	-	11,59,000	3,57,402	40,080	-	3,97,482.00	7,61,518	8,01,598
Trucks & Containers	10,69,98,735	1,05,58,791	2,20,05,062	9,55,52,464	7,76,61,379	1,31,73,026	2,17,20,194	6,91,14,211.00	2,64,38,253	2,93,37,356
Motor Cars	1,46,18,082	80,15,645	17,42,817	2,08,90,910	73,06,170	36,61,482	12,13,364	97,54,288.00	1,11,36,622	73,11,912
Motor Tempo	8,23,542	-	-	8,23,542	7,92,343	12,480	-	8,04,823.00	18,719	31,199
Office Equipments	30,55,971	3,37,438	-	33,93,409	16,48,754	2,18,119	-	18,66,873.00	15,26,536	14,07,217
Computers	38,37,525	2,56,916	-	40,94,441	27,11,473	5,02,676	-	32,14,149.00	8,80,292	11,26,052
Furniture & Fixture	15,33,380	49,884	-	15,83,264	8,75,231	1,20,112	-	9,95,343.00	5,87,921	6,58,149
Plant & Machinery	9,91,564	6,07,048	-	15,98,612	5,33,967	81,590	-	6,15,557.00	9,83,055	4,57,597
Scooter / Motor Cycle	6,39,690	46,488	-	6,86,178	2,91,219	1,01,925	-	3,93,144.00	2,93,034	3,48,471
<b>TOTAL</b>	<b>13,39,45,489</b>	<b>1,98,72,210</b>	<b>2,37,47,879</b>	<b>13,00,69,820</b>	<b>9,21,77,938</b>	<b>1,79,11,490</b>	<b>2,29,33,558</b>	<b>8,71,55,870</b>	<b>4,29,13,950</b>	<b>4,17,67,551</b>
<b>PREVIOUS YEAR</b>	<b>13,99,97,513</b>	<b>57,68,170</b>	<b>1,18,20,194</b>	<b>13,39,45,489</b>	<b>8,12,42,964</b>	<b>2,22,87,735</b>	<b>1,13,52,762</b>	<b>9,21,77,938</b>	<b>4,17,67,552</b>	<b>5,87,54,549</b>

\*\*Out of the Fixed Assets purchased during the earlier financial year(s), a Motor car of Rs. 4,64,728/- and a Motor Bike of Rs. 44,280/- is in the name of one of the Directors. We have been informed that the said vehicles are wholly and exclusively used by the Company.



13 **LONG-TERM LOANS & ADVANCES :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
<b><u>Secured, Considered Good :</u></b>				
Security Deposits	63,21,509	64,07,009	67,38,562	67,49,453
Accrued Interest on Security Deposits	85,500		10,891	
<b><u>Other Loans &amp; Advances :</u></b>				
Advance Tax & TDS (A. Y. 2000 - 2001)	12,64,139		12,64,139	
Advance Tax & TDS (A. Y. 2001 - 2002)	30,85,717		30,85,717	
Advance Tax & TDS (A. Y. 2002 - 2003)	8,65,255		4,65,255	
Advance Tax & TDS (A. Y. 2006 - 2007)	2,45,649		2,45,649	
Advance Tax & TDS (A. Y. 2007 - 2008)	5,01,499		5,01,499	
Advance Tax & TDS (A. Y. 2008 - 2009)	4,96,874		4,96,874	
Advance Tax & TDS (A. Y. 2009 - 2010)	46,446		46,446	
Advance Tax & TDS (A. Y. 2010 - 2011)	54,032		5,38,071	
Advance Tax & TDS (A. Y. 2011 - 2012)	46,388		46,388	
Advance Tax & TDS (A. Y. 2012 - 2013)	1,69,059			
Wealth Tax (A. Y. 2012 - 2013)	120			
TDS Paid Extra (A.Y.2009-2010)	5,78,630		5,78,630	
Insurance Claim recoverable	3,38,145		3,38,145	
Advance to Staff	29,99,743	1,06,91,696	23,37,187	99,44,000
<b>TOTAL</b>		<b>1,70,98,705</b>		<b>1,66,93,451</b>

14 **OTHER NON CURRENT ASSETS :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
Preliminary Expenses		69,600		83,520
<b>TOTAL</b>		<b>69,600</b>		<b>83,520</b>

15 **INVENTORIES :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
Tyres & Tubes		57,14,326		73,76,293
<b>TOTAL</b>		<b>57,14,326</b>		<b>73,76,293</b>

All Inventories have been valued at Actual Cost or Net Realisable Value which ever is less.

16 **TRADE RECIEVABLES :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
a) <b><u>Debts outstanding for more than 6 months :</u></b>				
Unsecured considered good		15,98,93,504		1,35,70,482
b) <b><u>Debts outstanding for less than 6 months :</u></b>				
Unsecured considered good		12,38,48,554		27,50,44,971
<b>TOTAL</b>		<b>28,37,42,058</b>		<b>28,86,15,453</b>





17 **CASH & CASH EQUIVALENTS :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
Balance with Banks		1,41,71,073		1,33,61,486
Cash on hand		50,18,707		59,28,453
<b>TOTAL</b>		<b>1,91,89,780</b>		<b>1,92,89,939</b>

17.1 **Details of balances with Banks**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
Balances with banks		59,45,162		64,20,320
Bank deposits		20,37,576		23,77,150
Margin money deposited with bank		61,88,335		45,64,016
<b>TOTAL</b>		<b>1,41,71,073</b>		<b>1,33,61,486</b>

18 **SHORT TERM LOANS & ADVANCES :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
<b><u>Unsecured, Considered Good:</u></b>				
Advance to Suppliers	7,46,800		1,41,82,447	
Share Application Money receivable	25,78,000	33,24,800	25,78,000	1,67,60,447
<b><u>Other Loans &amp; Advances :</u></b>				
Other Branch Balance	2,21,99,105		38,48,841	
Prepaid expenses	19,56,953		23,71,583	
Other Loans & Advances	3,20,100		-	
Advances for Expenses	15,18,982		29,01,710	
Advance for Capital Assets	1,03,98,705		83,98,705	
Truck Advance for Expenses	27,39,487		-	
Advances for Imprest	73,158	3,92,06,490	-	1,75,20,839
<b>TOTAL</b>		<b>4,25,31,290</b>		<b>3,42,81,286</b>

19 **OTHER CURRENT ASSETS :**

PARTICULARS	As at 31.03.2013		As at 31.03.2012	
	(Rs)		(Rs)	
Preliminary Expenses		13,920		13,920
<b>TOTAL</b>		<b>13,920</b>		<b>13,920</b>



**NOTES FORMING PART OF STATEMENT OF PROFIT & LOSS****20 SALE OF SERVICES :**

PARTICULARS	Current Year (Rs)		Previous Year (Rs)	
	Freight Income		1,06,87,83,479	
<b>TOTAL</b>		<b>1,06,87,83,479</b>		<b>1,07,86,70,946</b>

**21 OTHER OPERATING INCOME :**

PARTICULARS	Current Year (Rs)		Previous Year (Rs)	
	Other Operating Income		49,63,154	
<b>TOTAL</b>		<b>49,63,154</b>		<b>68,73,094</b>

**22 OTHER INCOME :**

PARTICULARS	Current Year (Rs)		Previous Year (Rs)	
	Miscellaneous Income		59,56,509	
Interest on Deposits		9,79,087		5,92,325
Dividend		1,210		1,450
Adjustment of carrying amount of Investment		1,41,556		1,18,347
Long Term Profit on Redemption of MFs		-		69,729
Exchange Gain		1,06,950		-
<b>Total</b>		<b>71,85,313</b>		<b>99,60,586</b>

**23 EMPLOYEE BENEFIT EXPENSES :**

PARTICULARS	Current Year (Rs)		Previous Year (Rs)	
	<b>Salaries &amp; Wages :</b>			
Salaries & Wages	1,17,33,166		1,01,44,986	
Directors Remuneration	1,10,01,001	2,27,34,167	90,60,000	1,92,04,986
<b>Contribution to Provident Fund and Other Funds :</b>				
Provident Fund	11,17,994		10,36,127	
ESIC	3,00,615	14,18,609	3,08,183	13,44,310
Staff welfare Expenses		9,15,339		14,15,049
<b>Total</b>		<b>2,50,68,115</b>		<b>2,19,64,345</b>

**24 FINANCE COSTS :**

PARTICULARS	Current Year (Rs)		Previous Year (Rs)	
	Interest on Secured & Unsecured Loans		37,98,546	
Interest on Bank Loan & Cash Credit Limits		2,44,63,041		2,45,05,097
Bank Charges and Commission		10,18,433		15,41,676
<b>Total</b>		<b>2,92,80,020</b>		<b>2,86,21,572</b>





25 **OTHER EXPENSES :**

PARTICULARS	Current Year (Rs)		Previous Year (Rs)	
<b>Operating Expenses :</b>				
Clearing & forwarding charges	77,34,099		1,62,21,118	
Freight Expenses	83,62,13,153		83,30,70,697	
Local freight	1,15,84,822		1,04,41,337	
Repair & Maintenance (Trucks)	44,76,261		2,08,96,430	
Enroute Taxes	2,16,27,254		2,27,92,131	
Purchase of Fuel	6,33,28,859		6,84,86,110	
Truck Running Expenses	2,59,48,322		1,07,79,425	
Other Operating Expenses	1,11,65,371	98,20,78,141	1,42,00,320	99,68,87,568
<b>Non Operating Expenses :</b>				
<b>Auditors Remuneration :</b>				
- As Audit Fees	1,40,450		1,51,171	
- For Taxation Matters	67,416	2,07,866	56,180	2,07,351
<b>Others :</b>				
Non Operating Expenses	2,20,93,363		2,32,35,180	
Adjustment Carrying Amount of Investment	1,46,973		1,41,556	
Insurance	7,32,018	2,29,72,354	5,62,481	2,39,39,217
<b>Total</b>		<b>1,00,52,58,361</b>		<b>1,02,10,34,136</b>

26 **CURRENT TAX :**

PARTICULARS	Current Year (Rs)		Previous Year (Rs)	
Provision for Income Tax		28,00,000		29,00,000
Provision for Wealth Tax		11,500		-
<b>Total</b>		<b>28,11,500</b>		<b>29,00,000</b>

27 **EARNINGS PER SHARE :**

	Current Year		Previous Year	
<b>Computation of Basic earnings per share and Diluted earnings per share</b>				
Net Profit for the year ended on 31/03/2013		5,15,245		2,13,749
Weighted average number of shares outstanding during the year		28,10,631		27,81,085
<b>Basic Earnings per Share</b>		<b>0.18</b>		<b>0.08</b>
Weighted average number of shares (including potential equity shares) outstanding during the year		28,10,631		27,81,085
<b>Diluted Earnings per Share</b>		<b>0.18</b>		<b>0.08</b>



## Additional Information :

### 1) Related party disclosures :

- a) The related parties where control exists are the associates. There are no other parties over which the Company has control.
- b) Related parties where control / significant influence exists or with whom transactions have taken place during the year:

#### **Key Management Personnel represented on the Board**

- Mr. Harvinder Singh Chadha.
- Mrs. Saranjeet Kaur Chadha.
- Mr. Satvinder Singh Chadha.
- Mrs. Iqbal Kaur Chadha.
- Mr. Jas Karan Singh Chadha.
- Mr. Daman Deip Singh Chadha
- Mrs. Aleena Chadha (Alias Aleena Bhatia)

#### **Associates :**

- Asian Rubbers (India)
- Vikas Retail Pvt. Ltd.
- VRC Logistics Pvt Ltd.
- Vectrag Money Management Pvt Ltd.

### c) Particulars of related party transactions

The following is a summary of significant related party transactions:

(Amount in Rs. In Lacs)

Particulars	Associates	KMP	Total
	(Rs.)	(Rs.)	(Rs.)
Loan Given	360.22 (NIL)	267.55 (129.51)	627.77 (129.51)
Loan Taken	337.53 (74.99)	NIL (NIL)	337.53 (74.99)
Remuneration paid	NIL (NIL)	110.01 (90.60)	110.01 (90.60)
Rent paid	NIL (0.72)	NIL (NIL)	NIL (0.72)
Freight Receipts	642.07 (81.85)	NIL (NIL)	642.07 (81.85)
Freight Expenses	98.75 (NIL)	NIL (NIL)	98.75 (NIL)

\*\*Figures in Bracket pertains to Previous Year





2) **Director's Remuneration :**

Particulars	Current Year (in Rs.)	Previous Year (in Rs.)
Salaries	1,10,01,001	9,060,000

3) **Auditor's remuneration :**

Particulars	Current Year (In Rs.)	Previous Year (In Rs.)
Audit fees ( Including Branch Audit Fees)	1,51,686	151,171
For Taxation & other services	56,180	56,180
<b>TOTAL</b>	<b>2,07,866</b>	<b>207,351</b>

4) **Interest in Joint Venture :**

The Company has applied for acquiring shares of Vikas Okhara Warehousing and Estate Private Limited a joint venture, for Warehousing and Buying, Selling and Development of properties.

5) **CIF Value of Imports:**

	(Amount in Rs.)	
	2013	2012
Raw materials	NIL	NIL
Capital equipment (including spares and components)	66,96,518	46,64,298

6) **Expenditure / Earnings in foreign currency:**

	(Amount in Rs.)	
	2013	2012
Expenditure	66,96,518	46,64,298
Earnings	NIL	NIL

7) **Segment information :**

The Group's operations are predominantly confined to one segment i.e. Transportation and mostly within India and as such there are no reportable sectorial and geographical segments.

8) In the opinion of the Board, the current assets, loans and advances have value, on realisation in the ordinary course of business, at least equal to the amount at which they are stated in the ordinary course.

9) No personal expenses, other than those payable under contractual obligation or in accordance with generally accepted business practices, have been charged to revenue account.

10) The balances of Sundry Debtors, Sundry Creditors, Secured Loans and Loans & advances are subject to confirmation.



- 11) Since the Company is engaged in the transportation business the particulars regarding licensed/installed capacity vis-à-vis production is not applicable.
- 12) There were no employees, who beings employed throughout the year and were in receipt of remuneration exceeding Rs. 6,000,000/- p.a. (Previous Year 6,000,000/- p.a.) or who being employed for part of the year were in receipt of remuneration exceeding Rs. 500,000/- per month. (Previous year Rs. 500,000/- per month).

13) **Leases** :

The Company has entered into agreements in the nature of lease and leave and license agreements with different lessees/licensors for the purpose of establishment of office premises, residential accommodation for employees. These are in the nature of cancellable operating leases. The necessary particulars as per the Accounting Standard 19 with regard to the above are as under:

a) Payments recognised in the Profit and Loss Account for the year ended 31<sup>st</sup> March, 2013:

- i. For office premises /residential accommodation for employees Rs. 29,69,027/- (Previous Year Rs. 28,38,156/-)
- ii. There are no transactions in the nature of sub-lease.
- iii. Period of agreement is for the period from 11 months to 3 Years and is renewable at the option of the lessor/licensor as well as the lessee/licensee.

- 14) The Company has verbally informed all the suppliers to intimate whether they are covered under the Micro, Small and Medium Enterprises Act, 2006. The Company has informed that, no written or verbal intimation from any supplier of goods or services is received in this respect. The auditors have relied on the representation of the management in this regard. In the absence of necessary information, to identify the supplier as Micro, Small or Medium Enterprise, no provision of interest is made on the amount outstanding.





15) **Commitments and contingent liabilities:**

Contingent Liabilities not provided for in respect of:

		(All amounts in Rupees)	
		2013	2012
		(Rs. In Lacs)	(Rs. In Lacs)
(i)	Commitments/Contingent liabilities:		
(a)	Guarantees issued by banks	218.44	256.2
(b)	Guarantees issued by the Company on behalf of subsidiaries and associates	NIL	NIL
(c)	Contingent consideration payable in respect of subsidiaries and associates	NIL	NIL
(d)	Letters of credit outstanding	NIL	NIL
(ii)	Claims against the Company not acknowledged as debts in respect of:		
(a)	Income tax matters, pending decisions on various appeals made by the Company and by the Department	31.08	31.08
(b)	Excise matters, under dispute	NIL	NIL
(c)	Sales tax matters, under dispute	NIL	NIL
(d)	Other matters, under dispute	11.72	NIL
(iii)	Estimated amount of contracts remaining to be executed on Capital account and not provided for (net advances)	NIL	NIL

16) Figure for previous year been regrouped and reclassified wherever necessary.

**FOR VIKAS ROAD CARRIERS LTD.**



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**DIRECTORS**

PLACE : NEW DELHI  
DATE : 03.09.2013

**VIKAS ROAD CARRIERS LTD.**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013**

	March 31, 2013		March 31, 2012	
	Total (Rs.)	Total (Rs.)	Total (Rs.)	Total (Rs.)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit before Tax and Extra - Ordinary Items		34,13,960		31,38,512
<u>Adjustments for:</u>				
Add : Depreciation	1,79,11,490		2,22,87,735	
Provision of Bad and Doubtful debts	-		1,98,595	
Loss on Investment In Mutual Funds	-		-	
Loss on Sale Of Assests	-		8,533	
Fixed Asets written off	-		-	
Provision for Dimution in value of Investment	1,46,973		1,41,556	
Stock of Shares written off	-		-	
Preliminary Expenses Written Off	13,920	1,80,72,383	13,920	2,26,50,339
		<b>2,14,86,343</b>		<b>2,57,88,851</b>
Less : Reversal for Provision for Dimution in Value of Mutual Funds	2,423		2,074	
Reversal for Provision for Dimution in Value Of Shares	1,39,133		1,16,273	
Interest Income	9,79,087		5,92,325	
Profit on Sale of Mutual Funds	-		69,729	
Dividend Income	1,210		1,450	
Profit on Sale of Assets	57,67,741		60,44,811	
Prior Period Items	87,215	69,76,809	24,763	68,51,425
Operating Profit before Working Capital Changes		<b>1,45,09,534</b>		<b>1,89,37,426</b>
<u>Adjustments for:</u>				
<u>(Increase) / Decrease in Net Current Assets</u>				
Increase / Decrease in Current Assets		(1,42,426)		(7,01,23,419)
Increase / Decrease in Current Liability		1,83,41,314		4,73,07,714
Cash Generation from Operations		<b>3,27,08,422</b>		<b>(38,78,279)</b>
<b>Net Cash (used in) from Operating Activities (A)</b>		<b>3,27,08,422</b>		<b>(38,78,279)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of fixed Assets		(4,17,26,578)		(57,68,170)
Sale of Fixed Assets		65,82,060		65,03,710
Sale of Mutual Funds		-		2,59,729
Dividend Received		1,210		1,450
Interest Received		9,79,087		5,92,325
<b>Net Cash (used in) from Investing Activities (B)</b>		<b>(3,41,64,222)</b>		<b>15,89,044</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Acceptance of Secured Loans (Net)		13,55,641		(41,50,894)
Receipt Of Secured Loan		-		-
Interest On Income Tax Refund		-		-
Share Application Money		-		-
Branch Balances		-		-
Proceedings From Short - Term Borrowings (Net)		-		-
Issue of Shares		-		1,20,000
Share Premium received		-		10,80,000
<b>Net Cash (used in) from Financing Acitivities (C)</b>		<b>13,55,641</b>		<b>(29,50,894)</b>
<b>Net Increase in Cash and Cash equivalents (A) + (B) + (C)</b>		<b>(1,00,158)</b>		<b>(52,40,129)</b>
<b>Opening Balance of Cash and Cash equivalents</b>		<b>1,92,89,939</b>		<b>2,45,30,068</b>
<b>Closing Balance of Cash and Cash equivalents</b>		<b>1,91,89,781</b>		<b>1,92,89,939</b>

