

# CONCOR AIR LIMITED

## 1<sup>ST</sup> ANNUAL REPORT 2012-13

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REGD. OFFICE  
CONCOR BHAWAN,  
C-3, MATHURA ROAD, NEW DELHI-110076

**BOARD OF DIRECTORS**

Shri Anil Kumar Gupta	Chairman
Shri Yash Vardhan	Director
Ms. P. Alli Rani	Director
Shri Arvind Bhatnagar	Director
Shri Arun Shrivastava	Director
Shri Deepak Kapoor	Director

**STATUTORY AUDITORS**

M/s. S.Chaturvedi & Associates  
CHARTERED ACCOUNTANTS  
305, Deep Shikha, Rajendra Place  
New New Delhi- 110008

**BANKERS**

Vijaya Bank  
Sahar Area Branch,  
Mumbai

## NOTICE

Notice is hereby given that the first Annual General Meeting of the Shareholders of the Company will be held as under:

Day : Friday  
Date : 23<sup>rd</sup> August 2013  
Time : 12:30 Hrs.  
Venue : Conference Room, CONCOR Bhawan, C-3, Mathura road,  
New Delhi - 110076.

to transact, with or without modifications, as may be permissible, the following business:

### ORDINARY BUSINESS:

To consider, and if thought fit, to pass the following resolutions as Ordinary Resolutions:

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2013, Profit & Loss Account for the year ended on that date and the Reports of Board of Directors and Auditors thereon.
2. To appoint a Director in place of Shri Yash Vardhan, who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a Director in place of Smt. P. Alli Rani, who retires by rotation and being eligible, offers herself for reappointment.
4. To take note of the appointment of M/s. S. Chaturvedi & Associates., Chartered Accountants, New Delhi as Statutory Auditors of the Company and to pass the following resolution as an Ordinary Resolution :

"RESOLVED that the appointment of M/s. S.Chaturvedi & Associates, Chartered Accountants, New Delhi Statutory Auditors of the Company for the financial year 2012-13 in terms of the order no. CA.V/COY/CENTRAL GOVERNMENT.CONAIR(1)/1127 dated 27.09.2012 of Comptroller & Auditor General of India be and is hereby noted."

**SPECIAL BUSINESS:**

To consider, and if thought fit, to pass with or without modification(s), the following resolutions as Ordinary Resolutions:

5. "RESOLVED that the appointment of Shri Arun Kumar Shrivastava, by the Board of directors be and is hereby confirmed and shall be liable to retire by rotation."
6. "RESOLVED that the appointment of Shri Deepak Kapoor, by the Board of directors be and is hereby confirmed and shall be liable to retire by rotation."

By order of Board of  
CONTAINER CORPORATION OF INDIA LIMITED

  
(RAJESH KUMAR)  
(Company Secretary)

Date : 02.08.2013  
Place : New Delhi

**NOTES:**

- (a) A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/herself and proxy need not be a Member.
- (b) The instrument appointing proxy should however be deposited at the Registered Office of the Company not less than forty eight hours before the commencement of the meeting.

**EXPLANATORY STATEMENT PURSUANT TO SEC. 173(2) OF THE COMPANIES ACT, 1956**

**Item No.5 & 6**

As per the provisions of clause 86(b) of the Articles of Association of the company, subject to the provisions of the Companies Act, 1956 and government guidelines in force, the members of the Board of the company shall be appointed by CONCOR who shall also determine the period for which they may hold their office.

Accordingly, CONCOR has appointed Shri Arun Kumar Shrivastava, GGM(Engg.)/ & Shri Deepak Kapoor, GGM(L&A)/ CONCOR on the Board of the company.

In terms of Section 255 of the Companies Act, 1956, the above appointment is required to be confirmed in this Annual General Meeting.

None of the Directors, except Shri Arun Kumar Shrivastava & Shri Deepak Kapoor (respectively for item no. 5 & 6) are concerned or interested in the resolution.

CONCOR AIR LIMITED (CAL)  
(A Wholly owned subsidiary of CONCOR)

**Directors' Report**

To the shareholders

Your Directors are pleased to present their report on the business and operations of the Company together with the Audited Accounts for the financial year ending 31<sup>st</sup> March, 2013.

**OPERATIONAL REVIEW**

- ❖ The company was incorporated on 24<sup>th</sup> July 2012, and got certificate of commencement of business on 8<sup>th</sup> March 2013.
- ❖ The company has executed the agreement with Mumbai International Airport P. Ltd. (MIAL) for Concession for Domestic Cargo Common User Facility on 18/02/13.
- ❖ The company has received Bureau of Civil Aviation Security (BCAS) Security clearance on 21/03/13. Company is now authorized to take up Air Side activities at any Airport in the country.
- ❖ The land at Domestic Airport, earmarked for construction of Santacruz Air Cargo Terminal (SACT) has been taken over by company on 11/03/13.
- ❖ The company has taken over the existing facility of MIAL at Marol Common User Terminal w.e.f. 1/05/13 and the commercial operations have commenced on 1<sup>st</sup> May 2013.

**FINANCIAL REVIEW**

The company has incurred a revenue expenditure of Rs.4.38 Lacs (including income tax provision of Rs. 3.10 Lacs) and earned Rs.10.05 Lacs as interest income. The company's profit is Rs. 5.66 Lacs for the F.Y: 2012-2013. The expenses were incurred mainly towards legal and professional charges for various statutory compliances. The company has incurred capital expenses of Rs. 1.82 crores towards award cost, stamp duty and structure designing cost etc. The company has incurred preliminary expenses of Rs. 33.58 Lacs.

## **CAPITAL STRUCTURE**

The company has been incorporate with an Authorized Equity Share Capital of Rs. 50 Crores and Issued, Subscribed & Paid up Equity Share Capital of Rs. 36.65 Crore, with Container Corporation of India Ltd. (CONCOR) holding 100% of the Paid up Equity Share Capital of during the financial year 2012-13.

## **SECURED LOANS/ UNSECURED LOAN**

No secured / unsecured loan was taken during the year.

## **PARTICULARS OF EMPLOYEES**

The information required in accordance with the provisions of Section 217(2A) of Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended by Company (Particulars of Employees) Rules, 2011 is Nil, as no employee has drawn remuneration in excess of amount specified in said Rules.

## **HUMAN RESOURCE MANAGEMENT**

CONCOR has sanctioned seven workmen to be deputed w.e.f. 01.05.2013 apart from CEO, Associate Finance and Company Secretary, all on secondment basis. Hence there was no employee on roll of the company as on 31.03.2013. However, as on the dated of this report, five workmen have started working in CONCOR Air Limited w.e.f. 01.05.2013 out of sanctioned seven.

## **PARTICULARS RELATING TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS & OUTGO**

The provisions in this respect are not applicable.

## **AUDITORS-**

M/s. S.Chaturvedi & Associates, Chartered Accountants, New Delhi were appointed as Company's Statutory Auditors for the F/Y 2012-13. Statutory Auditor is paid remuneration of Rs. 25,000/- plus Service Tax, as fixed by Board of Directors'.

## **BOARD OF DIRECTORS**

The Board met 3 (three) times for transacting business of the Company during the financial year 2012-13.

The following Directors' were on Board till the date of the Report -:

- (1) Shri Anil Kumar Gupta, MD, CONCOR & Chairman/CAL;
- (2) Shri Yash Vardhan, Director (IM & O)/CONCOR & Director/CAL;
- (3) Ms. P. Alli Rani, Director (Finance)/CONCOR & Director/FHEL.
- (4) Shri Arvind Bhatnagar, ED(Domestic Division)/CONCOR & Director/CAL;
- (5) Shri Arun Shrivastava, GGM(Engg.)/CONCOR & Director/ CAL;
- (6) Shri Deepak Kapoor, GGM(L&A)/ CONCOR & Director /CAL

#### **RETIREMENT OF DIRECTORS BY ROTATION**

In terms of provisions of the Companies Act, 1956, Shri YashVardhan & Smt. P. Alli Rani, Directors, are liable to retire by rotation and being eligible, offer themselves for re-appointment.

#### **DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956 with respect to Directors Responsibility Statement, it is hereby confirmed:

- (i) That in the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March, 2013, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) That the directors have selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of financial year and of the profit or loss of the Company for the year under review;

- (iii) That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) That the directors have prepared the accounts for the financial year ended 31<sup>st</sup> March, 2013 on a 'going concern' basis.

### **CODE OF CONDUCT**

Based on the affirmation received from Board Members and Senior Management Personnel, it is hereby declared that all the members of the Board and Senior Management Personnel have affirmed compliance of Model Code of Conduct prescribed in the guidelines issued by DPE for the financial year ended on March 31<sup>st</sup>, 2013.

### **CORPORATE GOVERNANCE REPORT**

Report on Corporate Governance is enclosed.

### **CONCLUSION**

Your Company acknowledges the support and understanding extended by Container Corporation of India Limited, Bankers and Auditors of the Company.

For and on behalf of the Board of Directors

-sd-  
(Anil Kumar Gupta)  
CHAIRMAN

Place : New Delhi  
Date : 02.08.2013



## Annexure to the Directors' Report

### CORPORATE GOVERNANCE REPORT

CONCOR Air Limited (CAL) is a Wholly Owned Subsidiary of Container Corporation of India Ltd. (CONCOR) to carry on mainly the business of Multimodal transport operators.

#### BOARD OF DIRECTORS

In terms of Article 86 (a) & 86(b) of Articles of Association of Company, MD / CONCOR is the ex-officio Part-time Chairman on the Board of CAL and all other members of Board are nominated by CONCOR, subject to the provisions of Companies Act, 1956 and Govt. guidelines in force.

The Board of Directors of Company presently consists of Six Part-time Directors including Chairman (Ex-officio), nominated by CONCOR (Holding company).

The Board met 3 (three) times for transacting business during the financial year 2011-12 on the following dates :-

<u>Board Meeting No.</u>	<u>Board Meeting Dates</u>
1	16 <sup>th</sup> August, 2012
2	13 <sup>th</sup> December, 2012
3	25 <sup>th</sup> March, 2013

Based on the affirmation received from Board Members and Senior Management Personnel, it is hereby declared that all the members of the Board and Senior Management Personnel have affirmed compliance of Model Code of Conduct prescribed in the guidelines for Corporate Governance by the Department of Public Enterprises (DPE) for the financial year ended March 31<sup>st</sup>, 2013.

The Composition of Directors, attendance at the Board Meetings during the year, the last Annual General Meeting, the number of other directorships and committee memberships are given below :-

Sl. No.	Category of Directorship	Name of Director	No. of Board Mtgs Attended	No. of Other		No. of Other	
				Committee Membership/ Chairman- Ship	Ship	Directorship / Chairman Ship	Ship
(I)	<b>Part-time Ex-Officio/Non-Executive Chairman</b>						
1.	Managing Director, CONCOR	Sh Anil Kumar Gupta	Three	Nil	Nil	Five	Three
(II)	<b>Part-time /Non-Executive Directors</b>						
2.	Dir. (Intl. Mktg & Ops.)	Sh. Yash Vardhan	Three	Four	Nil	Seven	One
3.	Dir. (Finance)/CONCOR	Ms. P. Alli Rani	Three	Six	One	Five	Two
4.	ED(Dom. Div.)/CONCOR	Sh. Arvind Bhatnagar	Three	Nil	Nil	One	Nil
5.	GGM(Engg.)/CONCOR	Sh. Arun Kumar Shrivastava	One	Nil	Nil	Nil	Nil
6.	GGM(L&A)/CONCOR	Sh. Deepak Kapoor	NA	One	Nil	Nil	Nil

Notes: 1. All directors have attended all Board meetings convened after their respective appointments.

2. The first AGM is yet to be convened .

### **AUDIT COMMITTEE**

The constitution of Audit Committee is under consideration.

### **Remuneration Committee & Policy**

No remuneration is paid to any director as they are nominated by CONCOR, holding company. Hence, no Remuneration Committee has been constituted.

### **GENERAL BODY MEETINGS**

The company has been incorporated during the FY 2012-13 hence no AGM has been convened.

### **AGM of Current Year**

Date : 23<sup>rd</sup> August, 2013  
Time : 12:30 Hrs.  
Venue : Conference Hall, Container Corporation of India  
Ltd., CONCOR Bhawan, C-3, Mathura Road,  
Opposite Apollo Hospital, New Delhi – 110076.

### **DISCLOSURES**

- (i) Transactions with related parties as per requirements of Accounting Standard (AS -18) 'Related Party Disclosures' issued by the Institute of Chartered Accountants of India are disclosed in notes forming parts of accounts.
- (ii) There were no instances of penalties / strictures imposed on the Company by any statutory authority.
- (iii) Compliance with the requirement of these guidelines are detailed in this report.
- (iv) There is no employee/ officer on the roll of CAL and officers/ employees on secondment basis from CONCOR are only working.
- (v) No Expenditure has been debited in the Books of Accounts, which is not for the purpose of business.
- (vi) The Company has not incurred any expense which is personal in nature and incurred for the Board of Directors and Top Management.

### **MEANS OF COMMUNICATION**

**Financial Results** : The company has not commenced its commercial operation till 31<sup>st</sup> March 2013.

**Annual Report** : First Annual Report containing inter-alia Audited Annual Accounts, Directors' Report, Auditors' Report and other information is

circulated to members and others entitled thereto. Management Discussion & Analysis report forms a part of the Annual report.

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **1. Industry Structure & Developments :**

Air Cargo industry is witnessing challenging times in light of Global recession. India in particular, undergoing tremendous changes in terms of infrastructure for Air Cargo facilities, arrival of new airlines in the domestic sector and shifting trends towards organized Logistics sector. Overall, FY 2012-13 has seen a 2% drop on the domestic Air Cargo movement due to the recessionary trend and better connectivity provided due to improved road infrastructure. With new airlines set to enter the sector, increase in the volume of e-tailing requiring faster delivery, the domestic sector is expected to show a growth in the current financial year 2013-14.

### **2. A SWOT analysis:**

**Strength:** The biggest strength of business is high frequency of flights connecting all major cities.

**Weaknesses:** That the business is still in an unorganized form is the biggest weakness. Cargo handling still lacks preference in terms of airport infrastructure. Trade preference for cost over quality is another deterrent for domestic Air Cargo industry.

**Opportunities:** Rising trend of e-commerce, requiring faster deliveries, arrival of new airlines with greater cargo capacity and competitive pricing.

**Threats:** Improved infrastructure of roads, diversion of cargo to rail and other cost efficient modes.

**4. Segment-wise or Product-wise Performance:** There was no commercial or operational transaction of company in FY 2012-13.

5. Risks & Concerns: Financial health of Carriers (Airlines), decrease in the no of passengers, high tariffs at New Cargo terminals are few of the concerns for the Air Cargo business in times to come. Pace of Global financial recovery is also a cause of concern for the industry.

6. Internal Control Systems and their Adequacy: The company is in the process of appointing internal auditor.

The financial information in brief is as under:

	Rs. (in Crores)
SECURED LOANS/ UNSECURED LOAN	Nil
Fixed Assets	
Terminal Rights	1.71
CWIP	0.11
Inventory	Nil
Sundry Debtors	Nil
Security deposit given to MIAL	5
Cash & Bank	Rs. 29.64
Income	Rs. 0.10
Expenses (including tax provision)	Rs. 0.04
Net profit	Rs.0.06

For and on behalf of the Board of Directors

-sd-  
(Anil Kumar Gupta)  
CHAIRMAN

Place : New Delhi

Date : 02.08.2013



**A Aggarwal and Associates**  
Company Secretaries

35, Tyagi Vihar – B,  
Dharam Colony, Nangloi  
Delhi 110041

Mobile: 9818307204

Mail ID: aaggarwal\_cs@yahoo.com

**CERTIFICATE**

To the Members of  
CONCOR Air Limited  
New Delhi

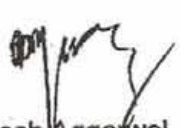
We have examined the compliance of conditions of Corporate Governance by CONCOR Air Limited for the year ended March 31, 2013 as stipulated in DPE Guidelines on Corporate Governance for Central Public Sector Enterprises issued by the Department of Public Enterprises, Ministry of Heavy Industries and Public Enterprises, Government of India.

The compliance of conditions of Corporate Governance is the responsibility of the Management of the Company. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an Audit nor an expression of opinion on the Financial Statements of the Company.

In our opinion and to the best of our knowledge and information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the Guidelines on Corporate Governance issued by the Department of Public Enterprises. The Company is in the process of appointment of Independent Directors as per these Guidelines.

We further state that such compliance is neither an assurance as to viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Place: - New Delhi  
Date: - 20.05.2013

  
Ashutosh Aggarwal  
A Aggarwal and Associates  
Company Secretaries  
ACS 9972  
CP No. 7467





**CONCOR AIR LTD.**  
**BALANCE SHEET AS AT 31ST MARCH 2013**

Particulars	Note No.	As at 31st March 2013
<b>I EQUITY AND LIABILITIES</b>		
<b>(1) Shareholders' funds</b>		
(a) Share capital	1	346,500,000.00
(b) Reserves and surplus	2	366,441.00
		<b>367,066,441.00</b>
<b>(2) Non-current liabilities</b>		
(a) Deferred tax liabilities (Net)		-
(b) Other Long term liabilities		-
(c) Long-term provisions		-
<b>(3) Current liabilities:</b>		
(a) Trade payables	3	-
(b) Other current liabilities		1,214,075.00
(c) Short-term provisions		310,695.00
		<b>1,524,770.00</b>
<b>TOTAL</b>		<b>368,591,211.00</b>
<b>II. ASSETS</b>		
<b>(1) Non-current assets</b>		
<b>(a) Fixed assets</b>		
(i) Tangible assets	4	-
(ii) Intangible assets		17,143,881.00
(iii) Capital work-in-progress		1,112,530.00
(iv) Intangible assets under development		-
<b>Preliminary Expenses</b>		3,358,210.00
<b>(b) Non-current investments</b>		
<b>(c) Long-term loans and advances</b>	5	50,000,000.00
<b>(d) Other non-current assets</b>		-
		<b>71,614,621.00</b>
<b>(2) Current assets</b>		
(a) Inventories	6	-
(b) Trade receivables		-
(c) Cash and cash equivalents		296,446,533.00
(d) Short-term loans and advances		104,677.00
(e) Other current assets		425,380.00
		<b>296,976,590.00</b>
<b>Total</b>		<b>368,591,211.00</b>

On behalf of CONCOR Air Ltd.

(ANIL KUMAR GUPTA)  
CHAIRMAN

(RAJESH KUMAR)  
Company Secretary

(P. Anil Rani)  
Director

(PUREET SACHDEV)  
PARTNER  
M.No.097897

AS PER OUR REPORT OF EVERY DATE  
For S.Chaturvedi & Associates  
Chartered Accountants  
Firm Registration number: 0045503



20-05-2013

CONCOR AIR LIMITED

Dated: 20 May 2013  
Place: New Delhi

Director



**CONCOR AIR LTD.**  
**STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31.03.2013**

Particulars	Note No.	31st March 2013
I. Revenue from operations		
II. Other income		
III. <b>Total Revenue (I + II)</b>	7	1,005,487.00
		<u>1,005,487.00</u>
IV. <b>Expenses:</b>		
Terminal & Other Service Charges		
Employee benefits expense		
Depreciation and amortization expense		
Other expenses		
Total expenses	8	128,351.00
		<u>128,351.00</u>
V. <b>Profit before exceptional and extraordinary items and tax (III-IV)</b>		<u>877,136.00</u>
VI. Exceptional items		
VII. <b>Profit before extraordinary items and tax (V - VI)</b>		<u>877,136.00</u>
VIII. Extraordinary Items		
IX. <b>Profit before tax (VII- VIII)</b>		<u>877,136.00</u>
X. <b>Tax expense:</b>		
(1) Current tax		
(2) Deferred tax		
(3) Tax adjustment for earlier years(net)		
		310,695.00
XI. <b>Profit (Loss) for the period from continuing operations (IX-X)</b>		<u>566,441.00</u>
XII. Profit/(loss) from discontinuing operations		
XIII. Tax expense of discontinuing operations		
XIV. <b>Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>		
XV. <b>Profit (Loss) for the period (XI + XIV)</b>		<u>566,441.00</u>
XVI. <b>Earnings per equity share:</b>		
(1) Basic		0.53
(2) Diluted		0.53

On behalf of CONCOR Air Ltd.

(ANIL KUMAR GUPTA)  
 CHAIRMAN

(RAJESH KUMAR)  
 Company Secretary

Dated: May 20, 2013  
 Place: New Delhi

(P. Anil Rani)  
 Director

Director

AS PER OUR REPORT OF EVEN DATE  
 For S.Chaturvedi & Associates  
 Chartered Accountants

Firm Registration number 0045508

(PUNEET SACHDEV)  
 PARTNER  
 M.No.097897



20/05/2013





## CONCOR AIR LTD.

### NOTE 1: SHARE CAPITAL

As at 31st March, 2013	
<b>Authorised share capital</b>	
(50,000,000 equity shares of Rs.10 each)	500,000,000.00
	500,000,000.00
<b>Issued, Subscribed &amp; Paid-up share capital</b>	
(36,650,000 (*) equity shares of Rs. 10 each fully paid up)	366,500,000.00
	366,500,000.00

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

	As at 31-03-2013	
	No. of Shares	Amount
Shares outstanding at the beginning of the period		
Shares Issued during the period	36,650,000	366,500,000
Shares bought back during the period	-	-
Shares outstanding at the end of the period	36,650,000	366,500,000

#### Shares in the company held by each shareholder holding more than 5 percent shares

Name of the shareholder	Number of shares held in the company		% of Holding
	2013		
Container Corporation of India Ltd.	36,650,000.00		100

The rights, preferences and restrictions attaching to each class of shares including restrictions on the distribution of dividends and the repayment of capital.

The Ordinary Shares of the Company, having par value of Rs. 10/- each share, rank pari passu in all respects including voting rights and entitlement to dividend.

Shares reserved for issue under options and contracts/ commitments for sale of shares/ disinvestment, including the terms and amounts.-NIL

For the period of five years immediately preceding the date as at which the Balance Sheet is prepared:

Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash. NIL

Shares allotted as fully paid up by way of bonus shares. NIL

Aggregate number and class of shares bought back. NIL

CONCOR AIR LIMITED





# CONCOR AIR LTD.

## NOTE 2: RESERVES & SURPLUS

AS AT  
31.03.2013

### GENERAL RESERVE

Opening Balance	
Add: Transfer from Statement of Profit & Loss	
	<hr/>

### SURPLUS IN STATEMENT OF PROFIT & LOSS

Opening Balance		
Add: Profit during the year		
Less: Interim Dividend including Dividend	566,441.00	
Distribution Tax		
Less: Proposed Dividend including Dividend		
Distribution Tax		
Less: Transfer to General Reserve		
		<hr/>
		566,441.00
<b>TOTAL</b>		<hr/> <hr/>
		<b>566,441.00</b>



*[Handwritten signatures]*

CONCOR AIR LIMITED

Director



CONCOR AIR LTD.

NOTE 3: CURRENT LIABILITIES

AS AT  
31.03.2013

<b>TRADE PAYABLES</b>		
- Micro & Small Enterprises		
- Others		
<b>OTHER CURRENT LIABILITIES</b>		
Advances/Deposits from Customers		
Unclaimed Dividend		
Book Overdraft in current accounts with banks		
Others*		
	1,214,075.00	1,214,075.00
<b>SHORT-TERM PROVISIONS</b>		
Proposed Final Dividend		
Corporate Dividend Tax		
Provision for income Tax		
Provision for Employee's Benefits	310,695.00	
Corporate Social Responsibility		
		310,695.00
<b>TOTAL</b>		<b>1,524,770.00</b>



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CONCOR AIR LIMITED

Director



**NOTE 4: FIXED ASSETS**

**CONCOR AIR LTD.**

Description	Additions during the period (1)	Gross Block		As at 31.03.2013 (3)	Depreciation/Amortisation For the period (4)	Depreciation/Amortisation		As at 31.03.2013 (6)	Net Block As at 31.03.2013 (7) = (3)-(6)
		Sales/Adjustments during the period (2)	As at 31.03.2013 (3)			On Sale/ Adjustments (5)			
<b>Intangible Assets</b>									
Terminal Rights	17,143,881	-	17,143,881	-	-	-	-	17,143,881	
Sub-total	17,143,881.00	-	17,143,881.00	-	-	-	-	17,143,881.00	
Total	17,143,881.00	-	17,143,881.00	-	-	-	-	17,143,881.00	
Capital work-in-progress	-	1,112,530.00	1,112,530.00	-	-	-	-	1,112,530.00	
<b>Intangible assets under development</b>									
Grand Total									

Note: 1. Terminal rights include following expenses

Stamp duty paid on Concession agreement, Motor Space licence agreement and land Licence agreement  
 Concession award Cost  
 RFP participation fees  
 Professional fees for RFP preparation

	11,933,581
	5,000,000
	100,000
	110,300
<b>Total</b>	<b>17,143,881</b>

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CONCOR AIR LIMITED

Director



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CONCOR AIR LTD.

NOTE 5: LONG TERM LOANS AND ADVANCES

AS AT  
31.03.2013

**CAPITAL ADVANCES**

- Secured, considered good
- Unsecured, considered good

**SECURITY DEPOSITS**

- Govt. Authorities (considered good)

**- Others**

- Considered good 50,000,000.00
- Considered doubtful

Less: Allowance for bad and doubtful deposits

50,000,000.00

50,000,000.00

**OTHER LOANS AND ADVANCES**

Loans to Employees (Secured, considered good)

Loans to Directors (Secured, considered good)

Other advances recoverable in cash or in kind or for value to be received:

- Considered good
- Considered doubtful

Less: Allowance for bad and doubtful advances

**TOTAL**

50,000,000.00



CONCOR AIR LIMITED

Director



CONCOR AIR LTD.

NOTE 6: CURRENT ASSETS

	AS AT	31.03.2013
<b>(a) INVENTORIES</b>		
(As taken, valued & certified by the Management)		
Stores & Spare Parts (At Cost)		
Less: Provision for Obsolete Stores		
<b>(b) TRADE RECEIVABLES</b>		
Outstanding for period exceeding six months		
Unsecured Considered good		
Unsecured Considered doubtful		
Less: Allowance for doubtful debts		
<b>Others</b>		
Unsecured Considered good		
<b>(c) CASH AND BANK BALANCES</b>		
<b>(i) Cash and Cash Equivalents</b>		
Cash on hand (Including Imprest)		
Cheques in hand		
Bank Balances		
- in Current Accounts		
- in Deposits with original maturity upto 3 months	500,699.00	
	145,943,834.00	146,446,533.00
<b>(ii) Other Bank Balances</b>		
Bank Deposits		
- With original maturity of more than 3 months and upto 12 months	150,000,000.00	
- With original maturity of more than 12 months	-	150,000,000.00
earmarked Bank Balances		
- Unpaid dividend bank account		
Bank Balances held as margin money or as security against:		
- Guarantees		
- Letters of Credit		
<b>(d) Short term loans and advances</b>		296,446,533.00
<b>LOANS &amp; ADVANCES TO RELATED PARTIES</b>		
<b>LOANS TO OTHERS</b>		
<b>Capital Advances</b>		
- Secured, considered good		
- Unsecured, considered good		
<b>Loans to Employees (Secured, considered good)</b>		
<b>Loans to Directors (Secured, considered good)</b>		
<b>Other advances recoverable in cash or in kind or for value to be received</b>		
- Unsecured considered good	47.00	
- Unsecured considered doubtful	-	
Less: Allowance for doubtful advances	47.00	
<b>Deposits (Unsecured)</b>		47.00
- Govt. Authorities (Considered good)		
- <b>Others</b>		
- Considered good		
- Considered doubtful		
Less: Allowance for doubtful deposits		
<b>Advance Income Tax/TDS</b>		104,630.00
		104,677.00
<b>(e) OTHER CURRENT ASSETS</b>		
Interest accrued on deposits, loans and advances (Unsecured, considered good)		425,380.00
Interest accrued on loans and advances to Employees (Secured, considered good)		
<b>Total (a) to (e)</b>		<b>296,976,590.00</b>



CONCOR AIR LIMITED

Director



# CONCOR AIR Ltd.

## NOTE 7: OTHER INCOME

YEAR ENDED  
31.03.2013

**INTEREST EARNED ON:**

Short Term Bank Deposits /ICDs  
(TDS Rs.104,630)

1,005,487.00

**TOTAL**

**1,005,487.00**



CONCOR AIR LIMITED

Director



## CONCOR AIR LTD.

### NOTE 8: OTHER EXPENSES

	<u>YEAR ENDED</u> <u>31.03.2013</u>
Printing & Stationery	5,846.00
Traveling and Conveyance (Including Directors' Traveling Rs. NIL	35,000.00
Postage, Telephone & Internet	1,004.00
Books & Periodicals	1,035.00
Bank Charges	238.00
Legal & Professional Charges	49,765.00
Auditors' Remuneration	
-Audit Fee	28,090.00
-Tax Audit Fee	-
-Other services	-
-Out of Pocket	-
Miscellaneous Expenses	28,090.00
	<u>7,373.00</u>
<b>TOTAL</b>	<u><b>128,351.00</b></u>



  
CONCOR AIR LIMITED

Director



CONCOR AIR LTD.  
NEW DELHI

NOTE 9  
SIGNIFICANT ACCOUNTING POLICIES

A. Accounting Convention and Concepts:

The financial statements are prepared under the historical cost convention generally on an accrual basis and are in accordance with the applicable accounting principles in India, the Accounting Standards issued by The Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956. Accounting Policies not referred to otherwise are consistent with generally accepted accounting principles

B. Fixed Assets and Capital Work in Progress:

- i. Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation. Cost of acquisition is net of interest on capital advances and is inclusive of freight, duties, taxes and other incidental expenses. In respect of assets due for capitalization where final bills/claims are to be received/passed, the capitalization is based on the engineering estimates. Final adjustments, for costs and depreciation are made retrospectively in the year of ascertainment of actual cost and finalization of claim. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalized. Capital work in progress includes the cost of fixed assets that are not yet ready for their intended use, advances paid to acquire fixed assets and the cost of assets not put to use before the Balance Sheet date. Advances paid to acquire fixed assets are shown as part of "Long Term Loans & Advances".

C. Intangible Assets

Software:

Expenditure on Computer Software which is not an integral part of hardware is capitalised as an Intangible Asset. The cost of software includes license fee and implementation cost and is capitalised in the year of its implementation. Software is amortised over five years.

Terminal rights:

Expenditure on acquisition of concession right to construct, operate an air cargo terminal incurred by way of stamp duty, registration fees, project bidding cost etc is capitalised as an Intangible asset. It is amortized over the term of concession from the date of completion of the project.

D. Depreciation:

- i. Depreciation on Fixed Assets including assets created on leasehold land is provided on "Straight Line Method" at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956, except for Roads/Pavements/Boundary wall/Warehouses and Electrical Fittings of terminals on which depreciation has been provided @ 3.34 % and 10.34% respectively.
- ii. Leasehold land other than acquired on perpetual lease is amortized over the period of lease. Leasehold buildings are amortized over the period of lease or useful life of the building as per rates prescribed under Schedule XIV, whichever is less.
- iii. Capital expenditure on enabling assets, like roads, culverts & electricity transmissions etc., the ownership of which is not with the Company are charged off to revenue in the accounting period of incurrence of such expenditure. However, capital expenditure on enabling assets, ownership of which rests with the company and which have been created on land not belonging to the Company is written off to the P&L Account over its approximate period of utility or over a period of 5 years, whichever is less. For this purpose, land is not considered to be belonging to the company, if the same is not owned or leased/licensed to the company.

- E. Preliminary expenses will be written off over the period of five years from the year of start of commercial operations.



CONCOR AIR LIMITED  
CONCOR AIR LIMITED

**F. Retirement Benefits:**

- i. The Gratuity liability of the company towards its employees is provided for on accrual basis based on the valuation done by an independent actuary as at the Balance Sheet date, at the Corporate Office.
- ii. The accrued liability for leave salary payable to employees is fully provided for on accrual basis based on valuation done by an independent actuary as at the Balance Sheet date at the Corporate Office.
- iii. Contribution to defined contribution schemes such as Provident Fund and Family Pension Fund are charged to the Profit and Loss account as and when accrued.

**G. Foreign Currency Transactions:**

- i. Income and Expenditure denominated in foreign currencies are recorded at the exchange rate prevailing on the date of transaction.
- ii. Loans, current liabilities and current assets in foreign currencies are translated at the exchange rate prevailing at the end of the financial year.
- iii. Gains or losses due to foreign exchange loans and liabilities relating to other accounts are recognised in the profit and loss account.

**H. Income from Operations (Terminal and Other Service charges):**

TSP income and related expenses are accounted for at the time of delivery of the cargo from the terminal. X-ray Income and warehousing income are accounted for after completion of screening and on receipt/at the time of release of cargo on 'completed service contract method

**I. Claims/Counter-claims/Penalties/Awards:**

"Claims/counter-claims/penalties/awards are accounted for in the year of its settlement".

**J. Provisions, Contingent Liabilities and Contingent Assets:**

Provisions are recognised in respect of obligation where, based on the evidence available, their existence on the balance sheet date is considered probable.

Contingent liabilities are determined on the basis of available information. These liabilities are not provided for, and are being disclosed by way of notes to accounts.

Contingent assets are not recognised in the accounts.

**K. Taxes on Income:**

- i) Provision for current tax is made in accordance with the provisions of the Income tax Act, 1961.
- ii) Accounting for deferred tax is done As per Accounting Standard -22 'Taxes on Income' issues by the institute of Chartered Accountants of India.

**L. Impairment of assets:**

An asset is treated as impaired when the carrying amount of assets exceeds its recoverable value. An impairment loss is charged to the profit and loss account in the year in which an asset is identified as impaired.



CONCOR AIR LIMITED

Director

**CONCOR AIR LTD.**  
**NEW DELHI**

**NOTES FORMING PARTS OF ACCOUNTS**

- 10 CONCOR Air Ltd, is a wholly owned subsidiary of Container Corporation of India Ltd., a mini Navratna PSU under Ministry of railways. CONCOR Air Ltd. is a SPV created to undertake project on BOT basis for construction and operation of Domestic Air Cargo Terminal at Santacruz, Mumbai airport in terms of RFP issued by MIAL( Mumbai International Airport Pvt.Ltd.). MIAL has entered into an Operations , Management and Development Agreement with Airport Authority of India dated April 4,2006 to operate, manage, develop and perform services relating to cargo handling and provision of cargo terminals at the Chhatrapati Shivaji International Airport, Mumbai and to contract with third parties to undertake the functions of MIAL. CONCOR Air Ltd. has been awarded the contract to undertake project on BOT basis vide agreement dated February 18,2013 for construction and operation of Domestic Air Cargo Terminal at Santacruz, Mumbai. The total estimated project cost is Rs.40 Crores and whole amount will be contributed by Container Corporation of India Ltd. through equity infusion.

During the period CONCOR Air Ltd has allotted 36,650,000 shares of Rs.10 each at par to CONCOR.

11 **Other Commitments:**

In the opinion of the management of the company there is no "Other Commitments" that warrant disclosure in financial statements.

Particulars	As on 31.3.2013 (Rs.)
Estimated Amount of Contracts remaining to be executed on Capital Account (net of Advances) and not provided for.	2,992,685

- 13 There is no deferred tax asset or liability arising in the book of accounts in the current financial year.
- 14 The company has sought confirmation of balances of receivables, payables and advances from parties which is still awaited.

15 **Expenditure in Foreign Currencies:**

Particulars	2012-13 (Rs.)
	Nil

- 16 Provisions relating to disclosure of information as required by sub-clauses ii (a), ii(b), ii(d) & (iii) of clause 5 of Part - II of Schedule VI to the Companies Act, 1956 are not applicable as the company has neither manufacturing nor trading activity.
- 17 The information required under AS-17 ' Segment Reporting ' issued by the Institute of Chartered Accountants of India, is as under:

Primary Segments : The parent company , Container Corporation of India is organized on All-India basis into major operating divisions-EXIM and Domestic. The divisions are the basis on which the Region reports its primary segment information. Both EXIM and Domestic divisions of the company are engaged in handling, transportation and warehousing activities. Segment revenue and expenses directly attributable to EXIM and Domestic segments are allocated to the two segments. Joint revenue and expenses have been allocated on a reasonable basis. Segment assets include all operating assets used by a segment and consist principally of inventories, sundry debtors, cash and bank balances, loan and advances, other current assets and fixed assets net of provisions. Similarly, segment liabilities include all operating liabilities and consists principally of sundry creditors, advance from customers, other liabilities and provisions. Segment assets and liabilities do not, however, include provisions for taxes. Joint assets and liabilities have been allocated to segments on a reasonable basis.



*[Handwritten Signature]*  
**CONCOR AIR LIMITED**

Director

THE INFORMATION ABOUT BUSINESS SEGMENTS ON PRIMARY REPORTING FORMAT IS AS UNDER:

Sr. No.	DESCRIPTION	EXIM	DOMESTIC
		3/31/2013	3/31/2013
I	<b>REVENUE</b>		
	SEGMENT REVENUE	0.00	(128,351)
II	<b>RESULT</b>		
	SEGMENT RESULT	0.00	(128,351)
	CORPORATE EXPENSES		
	OPERATING PROFIT		(128,351)
	INTEREST EXPENSES		
	INTEREST AND OTHER INCOME		1,005,487
	INCOME TAXES		310,695
	PRIOR PERIOD ADJUSTMENTS (NET)		
	<b>NET PROFIT</b>		566,441
III	<b>OTHER INFORMATION</b>		
	SEGMENT ASSETS	0.00	368,591,211
	UNALLOCATED CORPORATE ASSETS		
	<b>TOTAL ASSETS</b>	0.00	368,591,211
	SEGMENT LIABILITIES	0.00	1,524,770
	UNALLOCATED CORPORATE LIABILITIES		367,066,441
	<b>TOTAL LIABILITIES</b>		368,591,211
	CAPITAL EXPENDITURE	0.00	18,256,411
	DEPRECIATION	0.00	-
	NON CASH EXPENSES OTHER THAN DEPRECIATION	0.00	0.00

- a. Prior Period Adjustments have not been considered as related to any segment.
- b. Secondary Segments : As the operations of the Company are presently confined to the Geographical territories of India, there are no reportable secondary segments.
18. There is no provision made for Retirement benefits for the current financial period since the company has no employee.



*[Handwritten signature]*

*[Handwritten signature]*

CONCOR AIR LIMITED

Director

19 The information required under AS-18 'Related Party Disclosures' issued by the Institute of Chartered Accountants of India, is as under:

A. Parent Company

i. Container corporation of India Ltd.

a. Transactions relating to parties referred in (a) above are:

Sr. No.	Particulars	2012-13
a.	Payment of Pre incorporation and post incorporation of exps	58,598,533
b.	Balance payable as on 31st March	403,456

b. As per the requirement under the concession agreement entered into with MIAL, (Mumbai International airport pvt.ltd.) Container Corporation of India Ltd. has given a Performance Security by way of Bank Guarantee of Rs.15 Crores in favor of MIAL and the said bank Guarantee is valid till 03.06.2013 on behalf of CONCOR Air Ltd.

B. Key Managerial persons:

- i) Sh. Anil Kumar Gupta- Chairman
- ii) Sh. YashVardhan-Director
- iii) Smt. P. AlliRani-Director
- iv) Sh. Arvind Bhatnagar
- v) Sh. Deepak Kapoor-Director
- vi) Sh. Arunlumar Shrivastava

20 The information required under AS-19 'Leases' issued by the Institute of Chartered Accountants of India, is as under:

a. The total of future minimum lease payments under non cancellable operating leases for each of the following periods:

Sr. No.	Particulars	(Rs.)
i.	Not later than one year	2,069,375
ii.	Later than one year and not later than five years	102,891,744
iii.	later than five years:	359,524,308

The payment of licence fees for lease of SACT ( Santa Cruz Air Cargo Terminal) will start from its scheduled commissioning date i.e 24 months from the date of agreement (Feb 18,2013). The payment for Marol Space lease will start from the date of handover of the facility which is assumed to be from May 1,2013.

21 The company has been incorporated on July 24,2012. Hence, previous year's figures are not given.

"SIGNATURES TO NOTES 1 TO 21"

On behalf of CONCOR Air Ltd.

(ANIL KUMAR GUPTA)  
CHAIRMAN

(RAJESH KUMAR)  
Company Secretary

(P. Alli Rani)  
Director

As per our report of even date  
For S.Chaturvedi & Associates  
Chartered Accountants  
Firm Regn no. 0045508

(RINEET SACHDEV)  
PARTNER  
M.No. 097897



Place: Mumbai

Date: 20/5-2013

Director



## CONCOR AIR LTD.

Cash Flow Statement for the period ended 31.3.2013

### A CASH FLOW FROM OPERATING ACTIVITIES

<b>Net Profit Before Tax</b>		<b>877,136.00</b>
Adjustments for:		
Depreciation	-	
Preliminary Expenses w/off	-	
Deferred Revenue Expenditure	-	
(Profit)/loss on sale of Assets	-	
Interest & Finance Charges	-	
Interest on FD	(1,005,487.00)	
Dividend Income	-	(1,005,487.00)
<b>Operating Profit before Working Capital Changes</b>		<b>(128,351.00)</b>
Adjustments for:		
Decrease/(Increase) in Receivables	(530,057.00)	
Decrease/(Increase) in Inventories	-	
Increase/(Decrease) in Payables	1,524,770.00	994,713.00
<b>Cash generated from operations</b>		<b>866,362.00</b>
Income Tax paid		310,695.00
<b>Net Cash flow from Operating activities</b>		<b>555,667.00</b>

### B CASH FLOW FROM INVESTING ACTIVITIES

Purchase of Fixed Assets	(18,256,411.00)	
Mutual Fund	-	
Sale of Fixed Assets	-	
Preliminary Expenses paid	(3,358,210.00)	
Increase in Advances & others	(50,000,000.00)	
Interest on FD	1,005,487.00	
Dividend Income	-	
<b>Net Cash used in Investing activities</b>		<b>(70,609,134.00)</b>

### C CASH FLOW FROM FINANCING ACTIVITIES

Issuc of share capital	366,500,000.00	
Proceeds from Long term Borrowings	-	
Interest paid	-	
<b>Net Cash used in financing activities</b>		<b>366,500,000.00</b>
Net increase in cash & Cash Equivalents		296,446,533.00
Cash and Cash equivalents as at 31.03.2013		296,446,533.00

Cash & Cash Equivalents

As on 31.3.2013

Cash in Hand

Cash at Bank

**Cash & Cash equivalents as stated**

296,446,533.00

**296,446,533.00**

CONCOR AIR LIMITED



**S.CHATURVEDI & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

305, Deep Shikha, Rajindra Place, New Delhi-110008  
Telephone: 41538398 Telefax: 25763063  
E-mail: mailtochaturvedi@gmail.com

**INDEPENDENT AUDITORS' REPORT**

To  
The Members of  
CONCOR AIR LIMITED

**Report on the Financial Statements**

We have audited the accompanying financial statements of **CONCOR AIR LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the period 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 the risks of material misstatement 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 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.



### **Opinion,**

In our opinion and to the best of our information and according to the explanations given to us, 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 period ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the period 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
  - e. As per the information & explanations given to us, in view of the general circular no. 8/2002 dated 22-03-2002 issued by Department of Company Affairs, the Govt. Companies are exempt from applicability of the provisions of Section 274 (1) (g) of the Companies Act, 1956.

**For S.CHATURVEDI & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FIRM REGN. NO. 004550N**

**(PUNEET SACHDEV)  
PARTNER  
M.NO.097897**



**PLACE: NEW DELHI  
DATED: 20-05-2013**



### ANNEXURE TO AUDITORS' REPORT

The annexure referred to in Paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report to the members of **CONCOR AIR LIMITED**.

- (i) The company does not have any tangible fixed asset during the period under audit. Hence clauses (a) to (c) are not applicable.
- (ii) The company does not have any stock in trade during the period under audit. Hence clauses (a) to (c) are not applicable.
- (iii) According to the information and explanation given to us by the management and records produced, there are no parties covered in the register maintained u/s. 301 of the Companies Act, 1956. Accordingly clauses iii (b) to iii (g) of paragraph 4 of the order are not applicable.
- (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 nature of its business for purchase of fixed assets and sale of services.
- (v) (a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 have been so entered.  
  
(b) In our opinion and according to the information and explanations given to us, there is no transaction exceeding the value of Rs. Five Lac each which has been made at price which is unreasonable having regard to prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted deposits from the public.
- (vii) In our opinion and according to information and explanations given to us, the company does not have an internal audit system.
- (viii) We are informed that the maintenance of cost records has not been prescribed by the Central Government under section 209 (1) (d) of companies Act. 1956.
- (ix) (a) According to the information and explanations given to us and as per books of account maintained, the company is generally depositing undisputed statutory dues including provident fund, employees state insurance, service tax, Income tax, wealth tax and other statutory dues wherever applicable through reimbursement to its holding company, M/s. Container Corporation of India Limited. Further, according to the information and explanations given to us, there are no undisputed amounts payable in respect of service tax, wealth tax and others statutory dues outstanding as at 31-03-2013 for a period of more than six months from the day they became payable.  
  
(b) This clause is not applicable.



- (x) The company has no accumulated losses at the end of the period. The company has not incurred cash losses during the current financial period covered by audit.
- (xi) According to information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution or bank or debenture holders.
- (xii) The company has not granted loans and advances on the basis of security by way of pledge of share, debenture and other securities.
- (xiii) The company does not carry on the business of chit fund.
- (xiv) According to the information & explanations given to us and as per our examination of records, the company has not dealt in or traded in shares, securities, debentures during the period.
- (xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institution.
- (xvi) According to the information and explanations given to us, the company has not obtained any term loans during the period.
- (xvii) According to the information and explanations given to us and an overall examination of the balance sheet of the company, we report that no short-term funds were used to meet long-term capital requirements.
- (xviii) The company has allotted 3,66,50,000 shares of Rs.10 each at par to its holding company, M/s. Container Corporation of India Limited, during the period under audit. The shares have been issued at par and according to the information and explanations given to us the price at which shares have been issued is not prejudicial to the interest of the Company.
- (xix) No debentures have been issued during the period.
- (xx) There was no public issue of securities during the period.
- (xxi) According to information and explanations given to us, no fraud on or by the company has been noticed or reported during the period .

For S.CHATURVEDI & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FIRM REGN. NO. 004550N

(PUNEET SACHDEV)  
PARTNER  
M.NO.097897

PLACE: NEW DELHI  
DATED: 20-05-2013





भारतीय लेखा परीक्षा एवम् लेखा विभाग  
विशेष कार्य अधिकारी का कार्यालय  
काफ़मो, भारतीय रेल, तिलक ब्रिज, नई दिल्ली  
INDIAN AUDIT AND ACCOUNTS DEPARTMENT  
OFFICE OF THE OFFICER ON SPECIAL DUTY  
COPMOW, INDIAN RAILWAYS, TILAK BRIDGE, NEW DELHI- 110002

No. PDA/R-C/PSU/Concor Air/2012-13/32-24/339 Dated: 19.07.2013

To  
The Comptroller & Auditor General of India,  
Railway Audit Wing,  
9, Deen Dayal Upadhyay Marg,  
New Delhi.

Sub: Supplementary Audit on the Accounts of Concor Air Limited For The  
Period From 24<sup>th</sup> July 2012 To 31<sup>st</sup> March 2013. P.O.

Sir,

The accounts of Concor Air Limited For The Period From 24<sup>th</sup> July 2012 To 31<sup>st</sup> March 2013 have been received. As the Company does not qualify for selection of audit of accounts annually, a Non Review Certificate has been issued to the company. A copy of same along with proforma on performance of the Auditors, a copy of the certified accounts and Auditors' Report are being forwarded for information and necessary action at your end. Two copies of printed Annual Report and Accounts will be forwarded in due course.

Yours faithfully,

Encl: As above

19.7.13

(Dinesh Bhargava)  
Pr Director Railway Commercial

19/7/13

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COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA  
UNDER SECTION 619 (4) OF THE COMPANIES ACT, 1956 ON THE  
ACCOUNTS OF CONCOR AIR LIMITED FOR THE PERIOD FROM 24<sup>th</sup> July  
2012 TO 31<sup>st</sup> March 2013.

The preparation of financial statements of CONCOR AIR LIMITED for the period from 24<sup>th</sup> July 2012 to 31<sup>st</sup> March 2013 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 statement under Section 227 of the Companies Act, 1956 based on independent audit in accordance with 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 20<sup>th</sup> May 2013. f-33 ←

I, on behalf of the Comptroller and Auditor General of India, have decided not to review the report of the Statutory Auditors on the accounts of CONCOR AIR LIMITED for the period from 24<sup>th</sup> July 2012 to 31<sup>st</sup> March 2013 and as such have no comments to make under Section 619(4) of the Companies Act, 1956.

For and on the behalf of  
The Comptroller and Auditor General of India

*D. B.*  
(Dinesh Bhargav)  
Principal Director (Railway Commercial)

Place: New Delhi  
Dated: 19 July 2013

*A. T. M.*  
19/7/13