


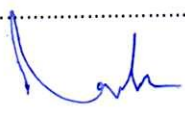


**Form B**

**(as on date of adoption of accounts – 13/05/2016)**

S.No.	Particulars	Details
1	Name of Company	SVC Superchem Limited
2	Audited Financial Statements for the year ended	31 <sup>st</sup> march 2016
3	Type of Audit Observation	Qualified Audit Report
4	Frequency of observation	Repetitive for more than 5 years
		<b><u>List of Qualifications</u></b>
		a) Note no 15 regarding losses ,if any, due to impairment of assets or its status of being going concern as the Company's Plant under construction has been shut down since September, 2000 and with the passage of time, inspite of time to time maintenance by the Company and in the absence of any operation since then, the corrosion is taking place in the plant due to climatic and cyclonic conditions in the area.
		b)Note no 16 regarding non-provision of interest of Rs. 196.35 crore (Rs. 163.43 crore) due to various Debt Restructuring proposals submitted earlier before the lenders and now matters being pending before the Debt Recovery Tribunal and also due to non commencement of commercial operation of the unit for more than a decade causing non-servicing of its debts to the lenders.
		c) Note no. 25 regarding non-provision of lease rental and late payment charges on such lease rentals for the reasons mentioned above in clause (a) & (b) .
		d) Note no. 26 regarding amount due to micro, small and medium enterprises creditors could not be identified as there is no commercial operation or fresh purchases.
		e) Note no. 2.12 regarding Employee benefits. Provision of gratuity and leave encashment payable on retirement to the employees are made on the basis of actual period of their services and at prescribed rates irrespective of their eligibility due to




		short tenure of their services. The Company has not made any provisions or investment as per AS-15 due to closure of plant activity since 2000.
	Management's Respoinse	Same as above
	Additional comments from the board/audit committee chairman	
5	<p>To be signed by</p> <ul style="list-style-type: none"> <li>Suresh V. Chaturvedi Director</li> <li>Sanjay Agrawal Chief Financial Officer</li> </ul> <p><b>Statutory Auditor of the Company</b></p> <p>For B.M.Chaturvedi &amp; Co. Chartered Accountants, ICAI FRN 114317W</p> <p>B.M.Chaturvedi Partner , ICAI MN 017607</p> <p>G.S.Dhatore Chairman of Audit Committee</p>	 .....  .....  13/5/16 .....  .....

# B. M. CHATURVEDI & Co.

## CHARTERED ACCOUNTANTS

32, Jolly Maker Chambers II, Nariman Point, Mumbai - 400 021. Tel. : 91 22 22854274 / 75 | Fax : 91 22 22836075 | Email : bmchaturvedi@yahoo.com

### INDEPENDENT AUDITOR'S REPORT

#### TO THE BOARD OF DIRECTORS OF SVC Superchem Limited

1. We have audited the accompanying Financial Statement Of SVC Superchem limited ("the Company") for the year ended 31<sup>st</sup> March 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which are the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the related financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
2. 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 Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, 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 Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation Of the Statement.

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

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
  - a. is presented in accordance with the requirements of Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015; and
  - b. gives a true and fair view in conformity with the aforesaid Accounting Standards ,subject to AS-28, Impairment of Assets and AS-15, Employee benefits and other accounting principles generally accepted in India and other financial information of the Company for the year ended 31<sup>st</sup>March 2016.
4. We draw attention to :
  - a) Note no. 4 of audited financial statements regarding non-provision of interest due to various Debt Restructuring proposals submitted earlier before the lenders and now matters being pending before the Debt Recovery Tribunal and also due to non commencement of commercial operation of the unit for more than a decade causing non-servicing of its debts to the lenders.



5. The Statement includes the results for the Quarter ended 31<sup>st</sup> March 2016 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**For B.M.Chaturvedi & Co.**

Chartered Accountants

ICAI FRN 114317W



**(B.M.Chaturvedi)**

Partner

ICAI MN : 017607

Place : Mumbai

Date 13/5/16

**SVC SUPERCHEM LIMITED**

Regd. Office: 301, Shubham Centre - 1, Near Holy Family Church,  
491, Cardinal Gracious Road, Andheri (East), Mumbai - 400 099.  
Tel.no: 022-28324296 Fax : 022-28252125 Email : svcsuperchemltd@gmail.com  
CIN: L23201MH1989PLC053232 , Website : www.svcsuperchemltd.com

**PART - I Audited financial statement for the quarter and year ended 31st March' 2016**

As the Company plant has not been in operation since 2000 and as the Company has not commenced commercial production or commercial operation during the reportable period, due to various reasons beyond its control, hence, no profit & loss A/C has been prepared. The receipt and utilisation of fund statement for the quarter and the year ended 31st March' 2016 is given below, in accordance with Regulation 33 of SEBI (Listing Obligation and disclosure Requirements) Regulation, 2015 :-

(Rs. in Lacs)

Receipt & Utilisation for the quarter and the year ended as on 31.03.2016					
Particulars	For the Quarter Ended			For the Year Ended	
	31.03.2016	31.12.2015	31.03.2015	31.03.2016	31.03.2015
Opening balance	26.24	35.90	50.89	49.91	50.01
<b>Sources of fund</b>					
Unsecured Loan & others	51.27	47.65	41.71	208.50	185.84
	<b>77.51</b>	<b>83.55</b>	<b>92.60</b>	<b>258.41</b>	<b>235.85</b>
<b>Utilisation of fund</b>					
Administration expenses	48.02	55.98	41.33	203.21	180.95
Statutory dues	1.52	1.33	1.36	5.76	4.99
Trasferred to Respective A/Cs	-	-	-	21.47	-
<b>Closing balance as on 31.03.2016*</b>	<b>27.97</b>	<b>26.24</b>	<b>49.91</b>	<b>27.97</b>	<b>49.91</b>

**Statement of Assets and Liabilities**

(Rs. in Lacs)

Particulars	As on	As on
	31.03.2016	31.03.2015
	Audited	Audited
<b>A. Equity and Liabilities</b>		
<b>a. Shareholder's Fund</b>		
(a) Share Capital	16,186.37	16,186.37
(b) Reserves and Surplus	16,637.92	16,637.92
<b>Sub-Total - Shareholders' Fund</b>	<b>32,824.29</b>	<b>32,824.29</b>
<b>b. Non-Current Liabilities</b>		
(a) Long-Term Borrowings	60,844.34	60,685.84
(b) Other Long Term Liabilities	723.93	723.34
(c) Long Term Provisions	13.96	16.41
<b>Sub-Total - Non Current Liabilities</b>	<b>61,582.23</b>	<b>61,425.59</b>
<b>c. Current Liabilities</b>	32.12	27.72
<b>Total Equity and Liabilities (a+b+c)</b>	<b>94,438.64</b>	<b>94,277.60</b>
<b>B. Assets</b>		
<b>a. Non-Current Assets</b>		
(a) Fixed Assets	91,688.71	91,504.17
(b) Other Non-Current Assets	2,716.86	2,737.09
<b>Sub-Total- Non Current Assets</b>	<b>94,405.57</b>	<b>94,241.26</b>
<b>b. Current Assets</b>		
(a) Inventories	0.52	2.01
(b) Cash and Cash equivalents	27.58	27.89
(c) Other Current Assets	4.97	6.44
<b>Sub-Total - Current Assets</b>	<b>33.07</b>	<b>36.34</b>
<b>Total Assets (a+b)</b>	<b>94,438.64</b>	<b>94,277.60</b>

**Notes**

- Company is trying to maintain its PTA project, to the best of its available resources, as its PTA plant has not been in operation since 2000.
- The Company has approached Honorable Allahabad High Court against the notice received from PICUP for taking over the possession of the assets of the Company. The Honorable Allahabad High Court has granted stay and prevented PICUP from taking over the assets of the Company. The Court has now ordered to settle the account one time basis at a certain amount and submit affidavit within two week time. Company has accordingly submitted affidavit, right now rejoinder affidavit to be submitted by PICUP.
- The Company has entered into an agreement with a Strategic Investors to take over the loans from its all existing lenders directly or indirectly through other agencies and has agreed to pay as per Strategic Investment Agreement within 24 months from the date of 100% loans taken over by Investors directly or indirectly. The modification of charge in favour of Strategic Investor for the loans acquired by Strategic Investor is in progress.

- 4 Due to various dispute including reconciliation of accounts and on going settlement proposal with all the lenders through strategic investor, due to non-commencement of commercial operation for more than a decade, the Company has not provided any interest since September 1999 on its secured borrowings of certain Banks and Institutions. The interest, at original document rate, not provided by the Company on these borrowings amount to Rs. 196.35 crores (Rs.163.43 crores) for the year ending 31st March'2016.
- 5 The above results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 13th May, 2016 and have been subjected to Audit by the Auditors of the Company.
- 6 Previous period / year figures have been regrouped / reclassified wherever considered necessary to confirm to current period / year figures.
- 7 Report under Regulations 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Utilisation of IPO Funds :-

S.No.	Description	Particulars
(a)	Amount Raised	Rs. 216 crores through an IPO of 17% - Secured Fully Convertible Debentures
(b)	Amount Utilised	Rs. 216 crores has been fully deployed in the project
(c)	Amount Un-utilised	: NIL
(d)	Investments Made Pending Utilisation	: N.A.
(e)	Brief Description of the Project	: The company had conceived a project to set-up a Purified Terephthalic Acid ('PTA') plant with an installed capacity of 120,000 MTPA at Chhata in Uttar Pradesh
(f)	Status of the Project	: The Company's plant has been closed since September, 2000 and with the passage of time, inspite of time to time maintenance by the Company and in the absence of any operation since, then, the corrosion is taking place in the plant due to climatic and cyclonic conditions in the area. The Company has not issued any shares or debentures to public after its initial public issue in 1994. These funds were fully utilized by March, 1996. Subsequently, due to non-availability of loan funds from banks, the plant could not commence Commercial Production inspite of successfully completing the Trial Runs. In order to protect the interest of the shareholders, stake holders, employees and the national assets worth hundreds of crores of investment, the Company has made necessary security arrangements at the plant site.
(g)	Expected Date of Commercial Production	: Not determinable

**PART-II Select information for the quarter and year ended 31st March' 2016**

Particulars	For the Quarter Ended			For the Year Ended	
	31.03.2016	31.12.2015	31.03.2015	31.03.2016	31.03.2015
				Audited	Audited
<b>A Particulars of shareholding</b>					
<b>1 Public Shareholding</b>					
Number of Shares	9,37,90,715	9,37,90,715	9,37,90,715	9,37,90,715	9,37,90,715
Percentage of Shareholding	57.51	57.51	57.51	57.51	57.51
<b>2 Promoter and Promoter Group Shareholding:</b>					
<b>a) Pledged / Encumbered</b>					
- Number of Shares	20,88,000	88,08,000	88,08,000	20,88,000	88,08,000
- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter Group Shareholding)	3.01	12.71	12.71	3.01	12.71
- Percentage of Shares (as a % of the total share capital of the Company)	1.28	5.40	5.40	1.28	5.40
<b>b) Non-encumbered</b>					
- Number of Shares	6,72,16,637	6,04,96,637	6,04,96,637	6,72,16,637	6,04,96,637
- Percentages of Shares (as a % of the total shareholding of promoter and promoter group)	96.99	87.29	87.29	96.99	87.29
- Percentage of Shares (as a % of the total share capital of the Company)	41.21	37.09	37.09	41.21	37.09
<b>B Investor Complaints</b>	<b>For the quarter ended 31.03.2016</b>				
Pending at the beginning of the quarter	0				
Received during the year	1				
Disposed off during the quarter	1				
Unresolved at the end of quarter	0				

Place : Mumbai  
Date : 13th May' 2016

For SVC Superchem Limited  
  
Director

