

SV Trading Limited
Balance Sheet as at 31st March, 2016

Particulars	Note No	As at 31st MARCH, 2016		As at 31st MARCH, 2015		As at 1st April, 2014	
		Amount (USD)	Amount (INR)	Amount (USD)	Amount (INR)	Amount (USD)	Amount (INR)
I. ASSETS							
(1) Non-current assets							
(a) Financial Assets							
(i) Investments	1	40,710,000.00	2,697,444,600	27,880,981.97	1,745,092,966	15,170,981.97	911,772,982
(ii) Loans	2	16,744,807.70	1,109,510,958	16,744,807.70	1,048,070,910	24,568,060.69	1,476,535,534
(2) Current assets							
(a) Financial Assets							
(i) Cash and cash equivalents	3	384,952.80	25,506,972	151,050.19	9,454,352	157,789.03	9,483,089
(ii) Bank balances other than (i) above	4	-	-	234,747.02	14,693,004	234,747.02	14,108,249
(iii) Loans	5	776,091.00	51,423,817				
(iv) Other Financial assets	6	143,580.00	9,513,611	987.61	61,815	1,375.09	82,643
Total Assets		58,759,431.50	3,893,399,958	45,012,574.49	2,817,373,047	40,132,953.80	2,411,982,497
II. EQUITY AND LIABILITIES							
Equity							
(a) Equity Share capital	7	1,950,001.00	129,207,066	1,950,001.00	122,052,123	1,950,001.00	117,194,670
(b) Other Equity		43,584,802.78	2,887,929,059	40,014,791.98	2,504,557,841	35,464,787.98	2,131,426,665
Liabilities							
(1) Non-current liabilities							
(a) Financial Liabilities							
(i) Borrowings	8	13,217,365.02	875,782,606	3,037,468.81	190,117,603	2,712,025.72	162,992,203
(2) Current liabilities							
(a) Financial Liabilities							
(i) Other Financial liabilities	9	7,262.70	481,227	10,312.70	645,480	6,139.10	368,959
Total Equity and Liabilities		58,759,431.50	3,893,399,958	45,012,574.49	2,817,373,047	40,132,953.80	2,411,982,497

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Significant Accounting Policies and Notes to the Accounts

For and on Behalf of the Board of Directors



Anil K. Kejriwal

Director

Dated: 19.05.2016

SV Trading Limited

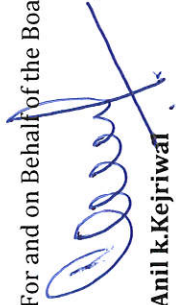
Statement of Profit and Loss for the Year Ended 31ST MARCH, 2016

S.No.	Particulars	Note No	Year ended 31st MARCH, 2016		Year ended 31st MARCH, 2015	
			Amount (USD)	Amount (INR)	Amount (USD)	Amount (INR)
I	Revenue From Operations	10	778,093.98	50,129,042	896,679.59	55,007,078
II	Profit on sale of Preference Shares of Joint venture		142,862.10	9,203,948		
III	Total Revenue		920,956.08	59,332,990	896,679.59	55,007,078
IV	EXPENSES					
	Operational costs	11	180,196.21	11,609,213	325,758.09	19,983,728
	Loss on Sale of Equity Shares of Joint venture		170,264.07	10,969,331		
	Other expenses	12	485.00	31,247	20,917.50	1,283,191
	Total expenses (IV)		350,945.28	22,609,791	346,675.59	21,266,919
V	Profit/(loss) before tax (III-IV)		570,010.80	36,723,199	550,004.00	33,740,159
VI	Tax expense:					
	(1) Current tax		-	-	-	-
	(2) Deferred tax		-	-	-	-
	(3) MAT Credit Entitlement		-	-	-	-
VII	Profit/(loss) for the year (V-VI)		570,010.80	36,723,199	550,004.00	33,740,159
VIII	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss					
	(i) Re-measurement gains (losses) on defined benefit plans		-	-	-	-
	Income tax effect on above		-	-	-	-
	(ii) Equity Instruments through Other Comprehensive Income		-	-	-	-
	Income tax effect on above		-	-	-	-
	B (i) Items that will be reclassified to profit or loss					
	(i) Exchange differences in translating the financial statements of a foreign operation			133,191,219		89,027,817
	Income tax effect on above		-	133,191,219	-	89,027,817
IX	Total Comprehensive Income for the year (VII+VIII)(Comprising Profit (Loss) and Other Comprehensive Income for the year)		570,011	169,914,418	550,004.00	122,767,976

X	Earnings per equity share : (1) Basic and Diluted - On Equity Share of Face Value USD 1 - On Equity Share of Face Value USD 1,950,000					
		-	0.29	18.83	0.28	17.30
		570,010.51	36,723,180	550,003.72	33,740,142	
		-				

Significant Accounting Policies and Notes to the Accounts

For and on Behalf of the Board of Directors



Anil K.Kejriwal

Director

Dated: | 3.05. 2016

SV Trading Limited
Statement of Changes in Equity for the year ended 31st March, 2016

A. Equity Share Capital


Balance at the beginning of the	Changes in equity share capital during	Balance at the end of the reporting year
1950001	-	1,950,001.00

B. Other Equity

	Share application money pending allotment (USD)	Share application money pending allotment (INR)	Items of Other Comprehensive Income					Total (USD)	Total (INR)
			Retained Earnings(USD)	Retained Earnings(INR)	Exchange differences on translating the financial statements of a foreign operation(USD)	Exchange differences on translating the financial statements of a foreign operation(INR)	Re-measurements of the net defined benefit Plans)(USD)		
Balance as at 1st April, 2014	-	-	35,464,787.98	2,131,426,665	-	-	-	35,464,787.98	2,131,426,665
Total Comprehensive Income for the year	-	-	550,004.00	33,740,159	89,027,817	-	-	550,004.00	122,767,976
Any other change (Share Application Money)	4,000,000.00	250,363,200	-	-	-	-	-	4,000,000.00	250,363,200
Balance at the end of the 31st March, 2015	4,000,000.00	250,363,200	36,014,791.98	2,165,166,824	89,027,817	-	-	40,014,791.98	2,504,557,841
Total Comprehensive Income for the year	-	-	570,010.80	36,723,199	133,191,219	-	-	570,010.80	1,69,914,418
Any other change (Share Application Money)	3,000,000.00	213,456,800	-	-	-	-	-	3,000,000.00	213,456,800
Balance at the end of the 31st March, 2016	7,000,000.00	463,820,000	36,584,802.78	2,201,890,023	222,219,036	-	-	43,584,802.78	2,887,929,059

Significant Accounting Policies and Notes to the Accounts

For and on Behalf of the Board of Directors


Anil K. Kejriwal
 Director
 Dated: 19.05.2016

SV Trading Limited
Notes forming part of Financial Statements for the year ended 31st March 2016
1 NON CURRENT INVESTMENTS - NON TRADE (UNQUOTED) (AT COST)

Sr. No.	PARTICULARS	As at 31st March, 2016			As at 31st March, 2015			As at 1st April, 2014					
		Nos.	Face Value (Rs.)	Amount (USD)	Amount (Rs.)	Nos.	Face Value	Amount (USD)	Amount (INR)	Nos.	Face Value	Amount (USD)	Amount (INR)
A	Equity Shares Fully Paid Up of Subsidiary Company i) Jindal Saw USA LLC (1,50,00,000 Equity Shares of USD 1 each)	15,000,000	USD 1	15,000,000.00	993,900,000	15,000,000	USD 1	15,000,000.00	938,862,000	15,000,000	USD 1	15,000,000.00	901,497,000
B	Investment in Equity Shares of Joint Venture Company i) Jindal Saw Pipeline Solutions Ltd. (108333 Equity Shares of GBP 1 each)	-	-	-	-	108,333	GBP 1	170,981.97	10,701,898	108,333	GBP 1	170,981.97	10,275,982
C	Investment in Preference Shares of Joint Venture Company i) Jindal Saw Pipeline Solutions Ltd. (1040000 Preference Shares of GBP 1 each) Less : Provision for diminution in value of Investment	-	-	-	-	1,040,000	GBP 1	1,717,248.00	107,483,926	1,040,000	GBP 1	1,717,248.00	103,206,261
								-1,717,248.00	(107,483,926)			-1,717,248.00	(103,206,261)
D	Equity Shares Fully Paid Up of Subsidiary Company Jindal Tubular USA LLC	7,010,000	USD 1	7,010,000.00	464,482,600	4,010,000	USD 1	4,010,000.00	250,989,108.00	-	-	-	-
E	Preference Shares Fully Paid Up of Subsidiary Company Jindal Tubular USA LLC	-	-	10,000,000.00	662,600,000	-	-	-	-	-	-	-	-
F	Investment in 100 % Interest in World Transload & Logistics LLC and 75 % partnership interest in 5101 Boon LLP	-	-	8,700,000.00	576,462,000	-	-	8,700,000.00	544,539,960	-	-	-	-
	TOTAL			40,710,000.00	2,697,444,600			27,880,981.97	1,745,092,966			15,170,981.97	911,772,982
	Aggregate value of unquoted investment			40,710,000.00	2,697,444,600			27,880,981.97	1,745,092,966			15,170,981.97	911,772,982

SV Trading Limited

NOTES TO FINANCIAL STATEMENTS

Particulars	As at 31st MARCH, 2016		As at 31st MARCH, 2015		As at 1st April, 2014	
	Amount (USD)	Amount (INR)	Amount (USD)	Amount (INR)	Amount (USD)	Amount (INR)
2. LOANS (non current)						
a) Loans to Subsidiary						
Unsecured, considered good						
- Jindal Saw USA LLC	14,516,641.61	961,872,673	14,516,641.61	908,608,212	23,227,995.62	1,395,997,891
- Interest accrued on Jindal Saw USA LLC	2,228,166.09	147,638,285	2,228,166.09	139,462,698	1,340,065.07	80,537,643
Total Loans	16,744,807.70	1,109,510,958	16,744,807.70	1,048,070,910	24,568,060.69	1,476,535,534
3. CASH AND CASH EQUIVALENTS						
Balances with Banks						
On current accounts	384,952.80	25,506,972	133,943.94	8,383,658	140,837.81	8,464,324
Fixed Deposits with original maturity of less than three months)	-	-	17,106.25	1,070,694	16,951.22	1,018,765
Total Cash and Cash equivalents	384,952.80	25,506,972	151,050.19	9,454,352	157,789.03	9,483,089
4. OTHER BANK BALANCES						
Fixed Deposits with original maturity more than 3 months but less than 12 months	-	-	234,747.02	14,693,004	234,747.02	14,108,249
Total Other Bank balances	-	-	234,747.02	14,693,004	234,747.02	14,108,249
5. LOAN (Current)						
Loan	776,091.00	51,423,817	-	-	-	-
Total Loan	776,091.00	51,423,817	-	-	-	-
6. OTHER FINANCIAL ASSETS						
Interest Accrued but not due on FDR's	-	-	987.61	61,815	1,375.09	82,643
Jindal Steel Operating and Management (FZC)	143,580.00	9,513,611	-	-	-	-
Total Other Financial Assets	143,580.00	9,513,611	987.61	61,815	1,375.09	82,643
7. EQUITY SHARE CAPITAL						
(a) Issued.						
(i) 1 (previous year 1) Equity Shares of USD 1/- each	1.00	66	1.00	63	1.00	60
(ii) 1 (previous year 1) Equity Shares of USD 1950000/- each	1,950,000.00	129,207,000	1,950,000	122,052,060	1,950,000.00	117,194,610
(b) Subscribed and Fully Paid-Up						
(i) 1 (previous year 1) Equity Shares of USD 1/- each	1.00	66	1.00	63	1.00	60
(ii) 1 (previous year 1) Equity Shares of USD 1950000/- each	1,950,000.00	129,207,000	1,950,000.00	122,052,060	1,950,000.00	117,194,610
Total Share Capital	1,950,001.00	129,207,066	1,950,001.00	122,052,123	1,950,001.00	117,194,670

RECONCILIATION OF THE NUMBER OF SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE YEAR	No. of Shares		No. of Shares		No. of Shares	
	1	1	1	1	1	1
Equity Share of Face value of USD 1 fully paid up	1	1	1	1	1	1
Equity Share of Face value of USD 19,50,000 fully paid up	1	1	1	1	1	1
Shares outstanding at the end of the year	2	2	2	2	2	2
@ SHARE OF THE COMPANY HELD BY :-						
Its Holding Company - Jindal Saw Limited, India	No of Shares	Face Value per share	No of Shares	Face Value per share	No of Shares	Face Value per share
Its Holding Company - Jindal Saw Limited, India	1	1	1	1	1	1
	1	1950000	1	1950000	1	1950000
(d) SHARES IN THE COMPANY HELD BY EACH SHAREHOLDER HOLDING MORE THAN 5% SHARES ARE AS UNDER:						
Name of the Shareholder	As at 31st March 2016			As at 31st March 2015		
	No. of Shares Held	% of Holding	No. of Shares Held	% of Holding	No. of Shares Held	% of Holding
Jindal Saw Limited, India (one share of face value of 1 USD and one share of face value of USD 1950000.)	2	100	2	100	2	100
(e) Aggregate number of bonus shares issued, share issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:	Nil	-	Nil	-	Nil	-
NON CURRENT LIABILITIES						
8. LONG-TERM BORROWINGS						
Unsecured						
Loans from Holding Company	13,217,365.02	875,782,606	3,037,468.81	190,117,603	2,712,025.72	162,992,203
Jindal Saw Limited	13,217,365.02	875,782,606	3,037,468.81	190,117,603	2,712,025.72	162,992,203
Unsecured Long term borrowings						
Total Long Term Borrowings	13,217,365.02	875,782,606	3,037,468.81	190,117,603	2,712,025.72	162,992,203
9. OTHER FINANCIAL LIABILITIES						
Outstanding Other Financial Liabilities	7,262.70	481,227	10,312.70	645,480	6,139.10	368,959
Total Other Financial Liabilities	7,262.70	481,227	10,312.70	645,480	6,139.10	368,959

SV Trading Limited

NOTES TO FINANCIAL STATEMENTS

Particulars	Year ended 31st MARCH, 2016		Year ended 31st MARCH, 2015	
	Amount (USD)	Amount (INR)	Amount (USD)	Amount (INR)
10. GROSS REVENUE FROM OPERATIONS				
Interest on Loans and Advances	-	-	892,865.91	54,773,127
Interest on Fixed Deposits with Banks	2,002.98	129,042	3,813.68	233,951
Profit on sale of Commodities	776,091.00	50,000,000	-	-
Total Revenue from operations	778,093.98	50,129,042	896,679.59	55,007,078
11. Operational Cost				
Interest Expense	179,896.21	11,589,885	325,443.09	19,964,404
Bank and Finance charges	300.00	19,328	315.00	19,324
Total Finance Cost	180,196.21	11,609,213	325,758.09	19,983,728
12. OTHER EXPENSES				
Administrative, Selling and Other Expenses				
Legal and professional	485.00	31,247	3,675.00	225,444
Other Professional Fees	-	-	1,123.60	68,928
Bad Debts written off	-	-	16,118.90	988,819
Total Other Expenses	485.00	31,247	20,917.50	1,283,191

SV Trading Limited

Statement of Significant Accounting Policies & Notes to Financial Statements

Note:13

Notes to Financial Statements

1. Corporate and General Information

SV Trading Limited ("SVT" or "the Company") incorporated under the laws of Island of Nevis, with its office located at P.O. Box 556, Main Street, Charles Town, Nevis.

2. Basis of preparation

The Company has elected to voluntarily adopt IND AS for the financial year beginning on April 1, 2015 with April 1, 2014 as the transition date. These are the Company's first annual financial statements prepared complying in all material respects with the accounting standards notified under Section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rule 2014. The financial statements comply with IND AS notified by Ministry of Company Affairs ("MCA"). The Company has consistently applied the accounting policies used in the preparation of its opening IND AS Balance Sheet at April 1, 2014 throughout all periods presented, as if these policies had always been in effect and are covered by IND AS 101 "First-time adoption of Indian Accounting Standards". The Transition was carried out from accounting principles generally accepted in India ("Indian GAAP") which is considered as the previous GAAP, as defined in IND AS 101. The reconciliation of effects of the transition from Indian GAAP on the equity as of April 1, 2014 and March 31, 2015 and on the net profit and cash flows for the year ended March 31, 2015 is disclosed in Note no. 15 to these financial statements.

The financial statements provide comparative information in respect to the previous year. In addition, the company presents Balance sheet at the beginning of the previous year, which is the transition date to IND AS.

The Significant accounting policies used in preparing the financial statements are set out in Note no. 3 of the Notes to the Financial Statements.

The preparation of the financial statements requires management to make estimates and assumptions. Actual results could vary from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision effects only that period or in the period of the revision and future periods if the revision affects both current and future years (refer Note no. 4 on critical accounting estimates, assumptions and judgements).

3. Significant Accounting Policies

3.1 Basis of Measurement

The financial statements have been prepared on an accrual basis and under the historical cost convention except following which have been measured at fair value:

- financial assets and liabilities except certain Investments and borrowings carried at amortised cost,
- Investment in subsidiary on transition to IND AS, refer Note no 9.

3.2 Cash and cash equivalents

Cash and cash equivalents includes cash on hand and at bank, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

For the purpose of the Statement of Cash Flows, cash and cash equivalents consists of cash and short term deposits, as defined above, net of outstanding bank overdraft as they are considered an integral part of the Company's cash management.

SV Trading Limited

Statement of Significant Accounting Policies & Notes to Financial Statements

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3.3 Foreign currency reinstatement and translation

(a) *Functional and presentation currency*

Financial statements have been presented in USD which is the Company's functional currency. Company being non-integral subsidiary of holding company, all the revenue items are converted at the average rate prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange Gain arising on conversion is recognized in the foreign currency translation reserve and in case of loss, the same is charged to profit and loss appropriation account and carried to balance of accumulated losses.

(b) *Transactions and balances*

Foreign currency transactions are recorded at the exchange rate prevailing at the date of transaction. Monetary foreign currency assets and liabilities are translated at the year end exchange rates. All exchange differences are dealt with in the Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the transaction. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the exchange rates prevailing at the date when the fair value was determined. Exchange component of the gain or loss arising on fair valuation of non-monetary items is recognised in line with the gain or loss of the item that gave rise to such exchange difference.

3.4 Financial instruments – initial recognition, subsequent measurement and impairment

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

a. **Financial Assets**

Financial Assets are measured at amortised cost or fair value through Other Comprehensive Income or fair value through Profit or Loss, depending on its business model for managing those financial assets and the assets contractual cash flow characteristics.

Subsequent measurements of financial assets are dependent on initial categorisation. For impairment purposes significant financial assets are tested on an individual basis, other financial assets are assessed collectively in groups that share similar credit risk characteristics.

Trade receivables

A receivable is classified as a 'trade receivable' if it is in respect to the amount due from customers on account of goods sold or services rendered in the ordinary course of business. Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. For some trade receivables the Company may obtain security in the form of guarantee, security deposit or letter of credit which can be called upon if the counterparty is in default under the terms of the agreement.

Impairment is made on the expected credit losses, which are the present value of the cash shortfalls over the expected life of financial assets. The estimated impairment losses are recognised in a separate provision for impairment and the impairment losses are recognised in the Statement of Profit and Loss within other expenses.

Subsequent changes in assessment of impairment are recognised in provision for impairment and the change in impairment losses are recognised in the Statement of Profit and Loss within other expenses.

For foreign currency trade receivable, impairment is assessed after reinstatement at closing rates.

Individual receivables which are known to be uncollectible are written off by reducing the carrying amount of trade receivable and the amount of the loss is recognised in the Statement of Profit and Loss within other expenses.

SV Trading Limited

Statement of Significant Accounting Policies & Notes to Financial Statements

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Investment in equity shares

Investment in equity securities are initially measured at fair value. Any subsequent fair value gain or loss is recognized through Profit or Loss if such investments in equity securities are held for trading purposes. The fair value gains or losses of all other equity securities are recognized in Other Comprehensive Income.

a) Financial Liabilities

At initial recognition, all financial liabilities other than fair valued through profit and loss are recognised initially at fair value less transaction costs that are attributable to the issue of financial liability. Transaction costs of financial liability carried at fair value through profit or loss is expensed in profit or loss.

i. Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading. The Company has not designated any financial liabilities upon initial measurement recognition at fair value through profit or loss. Financial liabilities at fair value through profit or loss are at each reporting date at fair value with all the changes recognized in the Statement of Profit and Loss.

ii. Financial liabilities measured at amortised cost

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method ("EIR") except for those designated in an effective hedging relationship. The carrying value of borrowings that are designated as hedged items in fair value hedges that would otherwise be carried at amortised cost are adjusted to record changes in fair values attributable to the risks that are hedged in effective hedging relationship.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fee or costs that are an integral part of the EIR. The EIR amortisation is included in finance costs in the Statement of Profit and Loss.

After initial recognition, interest-bearing borrowings are subsequently measured at amortised cost using the effective interest method. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

Trade and other payables

A payable is classified as 'trade payable' if it is in respect of the amount due on account of goods purchased or services received in the normal course of business. These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

3.5 Equity share capital

Ordinary shares are classified as equity. Incremental costs net of taxes directly attributable to the issue of new equity shares are reduced from retained earnings, net of taxes.

3.6 Taxation

The profit of the company is not subject to income tax. Hence, no provision for taxation is provided for.

No deferred tax assets have been created as the company is not subject to income tax.

SV Trading Limited

Statement of Significant Accounting Policies & Notes to Financial Statements

Note:13

3.7 Revenue recognition and other operating income

Interest

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividend

Dividend income is recognised when the right to receive dividend is established.

3.8 Earnings per share

Basic earnings per share is computed using the net profit for the year attributable to the shareholders' and weighted average number of shares outstanding during the year. The weighted average numbers of shares also includes fixed number of equity shares that are issuable on conversion of compulsorily convertible preference shares, debentures or any other instrument, from the date consideration is receivable (generally the date of their issue) of such instruments.

Diluted earnings per share is computed using the net profit for the year attributable to the shareholder' and weighted average number of equity and potential equity shares outstanding during the year including share options, convertible preference shares and debentures, except where the result would be anti-dilutive. Potential equity shares that are converted during the year are included in the calculation of diluted earnings per share, from the beginning of the year or date of issuance of such potential equity shares, to the date of conversion.

3.9 Investment in Subsidiaries

A subsidiary is an entity controlled by the Company. Control exists when the Company has power over the entity, is exposed, or has rights to variable returns from its involvement with the entity and has the ability to affect those returns by using its power over entity.

Power is demonstrated through existing rights that give the ability to direct relevant activities, those which significantly affect the entity's returns.

Investments in subsidiaries are carried at cost. The cost comprises price paid to acquire investment and directly attributable cost.

3.10 Investment in Joint ventures and associates

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

An associate is an entity over which the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

The Companies investment in joint ventures and associates is carried at cost. The cost comprises price paid to acquire investment and directly attributable cost.

3.11 Current versus non-current classification

The Company presents assets and liabilities in statement of financial position based on current/non-current classification.

The Company has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by MCA.

An asset is classified as current when it is:

- a) Expected to be realised or intended to be sold or consumed in normal operating cycle,
- b) Held primarily for the purpose of trading,

SV Trading Limited

Statement of Significant Accounting Policies & Notes to Financial Statements

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- c) Expected to be realised within twelve months after the reporting period, or
- d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- a) It is expected to be settled in normal operating cycle,
- b) It is held primarily for the purpose of trading,
- c) It is due to be settled within twelve months after the reporting period, or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

4. Critical accounting estimates, assumptions and judgements

Interest rate & currency of borrowings

The below table demonstrate the borrowing of fixed and floating rate of interest

Interest rate sensitivity	Increase/Decrease in basis points	Effect on profit before tax (Amount in USD)	Effect on profit before tax (Amount in INR)
For the year ended March 31, 2016			
USD borrowings	+50	-66086.83	-43,78,913
	-50	66086.83	43,78,913
For the year ended March 31, 2015			
USD borrowings	+50	-15187.34	-9,50,588
	-50	15187.34	9,50,588

5. Interest rate risk and sensitivity

The Company's exposure to the risk of changes in market interest rates relates primarily to long term debt.

With all other variables held constant, the following table demonstrates the impact of borrowing cost on floating rate portion of loans and borrowings.

Interest rate sensitivity	Increase/Decrease in basis points	Effect on profit before tax (Amount in USD)	Effect on profit before tax (Amount in INR)
For the year ended March 31, 2016			
USD borrowings	+50	-66086.83	-43,78,913
	-50	66086.83	43,78,913
For the year ended March 31, 2015			
USD borrowings	+50	-15187.34	-9,50,588
	-50	15187.34	9,50,588

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The assumed movement in basis points for interest rate sensitivity analysis is based on the currently observable market environment.

6. Related party transactions

In accordance with the requirements of IND AS 24, on related party disclosures, name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during reported periods, are:

Related party name and relationship

1. Related parties

A Holding Company

Jindal Saw Limited

B Subsidiaries					
S.No.	Name of the entity in the group	Principal place of operation / Country of Incorporation	Principal Activities	% Shareholding / Voting Power	
				As at March 31, 2016	As at March 31, 2015
1	Jindal Saw USA, LLC	USA	Pipes for oil and gas	100%	100%
2	Jindal Tubular U.S.A. LLC	USA	Steel Pipe manufacturing	100%	100%
3	World Transload & Logistics LLC	USA	Investment holding	100%	100%
4	5101 Boone LLP	USA	Property holding	100%	100%
C Fellow Direct Subsidiaries					
S.No.	Name of the entity in the group	Principal place of operation / Country of Incorporation	Principal Activities	% Shareholding / Voting Power	
				As at March 31, 2016	As at March 31, 2015
1	Jindal ITF Limited	India	Coal Logistics	100%	100%
2	IUP Jindal Metals & Alloys Limited	India	Precision Stainless steel strips	80.71%	80.71%
3	Quality Iron and Steel Limited	India	Investment	51%	51%
4	Ralael Holdings Limited	Cyprus	Investment holding	100%	100%
5	Jindal Saw Holdings FZE	UAE	Investment holding	100%	100%
6	Greenray Holdings Limited	UK	Investment holding	100%	100%
7	Universal Tube Accessories Private Limited	India	Tool manufacturing	51%	51%
8	Jindal Saw Espana,S.L.	Spain	Trading of pipes	90%	90%
9	Jindal Tubular (India) Ltd.	India	Steel Pipe manufacturing	99.88%	99.88%
10	JITF Urban Infrastructure Services Limited (indirect subsidiary upto 23rd January, 2015)	India	Urban Infrastructure development	100%	100%
11	JITF Shipyards Limited (indirect subsidiary upto 29th January, 2015)	India	Shipyards for barges	100%	100%
12	JITF Infralogistics Limited (indirect subsidiary upto 23rd January, 2015)	India	Urban Infrastructure development	100%	100%
13	Jindal Fittings Limited	India	Ductile Iron pipe fittings	-	51%
14	Jindal Quality Tubular Limited (from 15 September 2015)	India	Steel Pipe manufacturing	67%	67%

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D Fellow Indirect Subsidiaries					
S.No.	Name of the entity in the group	Principal place of operation / Country of Incorporation	Principal Activities	% Shareholding / Voting Power	
				As at March 31, 2016	As at March 31, 2015
1	Jindal Intellicom Limited	India	BPO and Call centre	98.78%	98.78%
2	JITF Water Infrastructure Limited	India	Water Infrastructure development	100%	100%
3	Jindal Rail Infrastructure Limited	India	Rail wagon Manufacturing	100%	100%
4	JITF Waterways Limited	India	Inland and ocean going shipping	100%	100%
5	JITF Urban Infrastructure Limited	India	Urban Infrastructure development	100%	100%
6	JITF Coal Logistics Limited	India	Coal Logistics	100%	100%
7	iCom Analytics Limited (name changed wef July 29, 2015)	India	Call Centre and advisory	98.78%	98.78%
8	JITF Water Infra (Naya Raipur) Limited	India	Water Infrastructure development	100%	100%
9	JITF ESIPL CETP (Sitarganj) Limited	India	Urban Infrastructure development	51%	51%
10	JITF Industrial Infrastructure Development Company Limited	India	Urban Infrastructure development	100%	100%
11	JITF Urban Waste Management (Ferozepur) Limited	India	Urban Infrastructure development	90%	90%
12	JITF Urban Waste Management (Jalandhar) Limited	India	Urban Infrastructure development	90%	90%
13	JITF Urban Waste Management (Bathinda) Limited	India	Urban Infrastructure development	90%	90%
14	Jindal Urban Waste Management (Visakhapatnam) Limited	India	Urban Infrastructure development	100%	-
15	Jindal Urban Waste Management (Guntur) Limited	India	Urban Infrastructure development	100%	-
16	Jindal Urban Waste Management (Tirupati) Limited	India	Urban Infrastructure development	100%	-
17	Timarpur-Okhla Waste Management Company Private Limited	India	Waste to power	100%	100%
18	Jindal Saw Gulf L.L.C.	UAE	Ductile Iron Pipe and Fittings	36.75%	36.75%
19	JITF Shipping & Logistics (Singapore) Pte. Limited	Singapore	Ocean going shipping	100%	100%
20	Tube Technologies INC	USA	Pipes for oil and gas	100%	100%
21	Jindal Saw Italia S.P.A.	Italy	Ductile Iron Pipe manufacturing	100%	100%
22	Jindal Saw Middle East FZC	UAE	Ductile Iron Pipe and Fittings manufacturing	75%	75%
23	Derwent Sand SARL	Algeria	Trading of pipes	99.62%	99.62%
24	Helical Anchors INC	USA	Helical anchor manufacturing	100%	100%
25	Boone Real Property Holding LLC	USA	Property holding	100%	100%
26	Drill Pipe International LLC	USA	Tools and fittings	100%	100%
27	Jindal International FZE	UAE	Investment holding	100%	-

E Joint Venture Enterprises					
S.No.	Name of the entity in the group	Principal place of operation / Country of Incorporation	Principal Activities	% Shareholding / Voting Power	
				As at March 31, 2016	As at March 31, 2015
1	JWIL-SSIL (JV)	India	EPC contracting	60%	60%
2	SMC-JWIL(JV)	India	EPC contracting	49%	49%
3	JWIL-RANHILL (JV)	India	EPC contracting	75%	75%
4	Jindal SAW Pipeline Solutions Ltd	UK	Trading of pipes	25%	25%

F Joint Operation					
S.No.	Name of the entity in the group	Principal place of operation / Country of Incorporation	Principal Activities	% Shareholding / Voting Power	
				As at March 31, 2016	As at March 31, 2015
1	TAPI-JWIL (JV)	India	EPC contracting	49%	49%

G Associate					
S.No.	Name of the entity in the group	Principal place of operation / Country of Incorporation	Principal Activities	% Shareholding / Voting Power	
				As at March 31, 2016	As at March 31, 2015
1	Jindal Fittings Limited	India	Ductile iron fittings manufacturing	36%	-

Key Management personnel

Mr. Anil Kejriwal

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Transactions:

S. No.	Particulars	Relation with the company	Current Year Ending on 31.3.2016		Current Year Ending on 31.3.2015		Current Year Ending on 01.04.2014	
			USD	INR	USD	INR	USD	INR
i)	Interest Paid :- Jindal Saw Limited	Holding Company	1,79,896.21	1,15,89,885	3,25,443.09	1,99,64,404	3,01,336.19	1,72,49,870
ii)	Interest Earned :- Jindal Saw Pipeline Solutions Ltd. Jindal Saw USA LLC	Subsidiary Company	-	-	-	-	4,764.89	2,72,764
			-	-	8,92,865.91	5,47,73,127	13,35,300.18	7,64,38,725
iii)	Investment Made :- Jindal Tubular USA Inc. World Transworld & Logistics LLC & 5101 Boon LLP Jindal Saw Pipeline Solutions Ltd. Jindal Saw USA LLC	Subsidiary Company Subsidiary Company Jointly Controlled Entity Subsidiary Company	1,30,00,000.00 - - -	87,60,93,492 - - -	40,10,000.00 87,00,000.00 - -	25,09,89,108 54,45,39,960 - -	17,17,248.00 50,00,000.00	10,32,06,261 30,04,99,000
iv)	Share Application Money received :- Jindal Saw Limited	Holding Company	30,00,000.00	21,34,56,800	40,00,000.00	25,03,63,200		
v)	Loan received back Jindal Saw USA LLC	Subsidiary Company		-	87,00,000.00	54,45,39,960	20,42,370.03	12,27,46,030
vi)	Purchase of Services	Jointly Controlled Entity		-			4,16,226.12	2,38,26,698

Outstanding Balances:

S. No.	Particulars	Relation with the company	Current Year Ending on 31.3.2016		Previous Year Ending on 31.3.2015	
			USD	INR	USD	INR
i)	Loan Payable :- Jindal Saw Limited	Holding Company	1,32,17,365.02	87,57,82,606	30,37,468.81	19,01,17,603
ii)	Loan Receivable :- Jindal Saw USA LLC	Subsidiary Company	1,45,16,641.61	96,18,72,673	1,45,16,641.61	90,86,08,212
iii)	Interest Accrued on above :- Jindal Saw USA LLC	Subsidiary Company	22,28,166.09	14,76,38,285	22,28,166.09	13,94,62,698
iv)	Investment Outstanding :-					
a)	Equity Shares					
	Jindal Saw Pipeline Solutions Ltd.	Jointly Controlled Entity	-	-	1,70,981.97	1,07,01,898
	Jindal Saw USA LLC	Subsidiary Company	1,50,00,000.00	99,39,00,000	1,50,00,000.00	93,88,62,000
	Jindal Tubular USA Inc	Subsidiary Company	70,10,000.00	46,44,82,600	40,10,000.00	25,09,89,108
	100 % Interest in World Transload & Logistics LLC and 75 % partnership interest in 5101 Boon LLP	Subsidiary Company	87,00,000.00	57,64,62,000	87,00,000.00	54,45,39,960
b)	Preference Shares					
	Jindal Saw Pipeline Solutions Ltd.	Jointly Controlled Entity	-	-	17,17,248.00	10,74,83,926
	Jindal Tubular USA Inc	Subsidiary Company	1,00,00,000.00	66,26,00,000	-	-
c)	Equity Shares					
	Jindal Saw Limited	Holding Company	19,50,001.00	12,92,07,066.00	19,50,001	12,20,52,123
d)	Share Application Money received :- Jindal Saw Limited	Holding Company	70,00,000.00	46,38,20,000	40,00,000.00	25,03,63,200

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8. Earnings per share (EPS) Basic and Diluted

Particulars	Current Year ended on March 31, 2016		Previous Year ended on March 31, 2015	
	USD	INR	USD	INR
Profit/(Loss) after tax	5,70,010.80	3,67,23,199	5,50,004.00	3,37,40,159
No. of Equity Shares issued				
Face value of USD 1	1.00	66	1.00	63
Face value of USD 1950000	19,50,000.00	12,92,07,000	19,50,000.00	12,20,52,060
Basic and Diluted earning per of Face value of USD 1	0.29	18.83	0.28	17.30
of Face value of USD 1950000	5,70,010.51	3,67,23,180.17	5,50,003.72	3,37,40,141.70

The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effects of potential dilutive equity.

9. Transition to IND AS

Basis of preparation

For all period up to and including the year ended March 31, 2015, the Company has prepared its financial statements in accordance with generally accepted accounting principles in India (Indian GAAP). These financial statements for the year ended March 31, 2016, are the Company's first annual IND AS financial statements and have been prepared in accordance with IND AS.

Accordingly, the Company has prepared financial statements which comply with IND AS applicable for periods beginning on or after April 1, 2014, as described in the accounting policies. In preparing these financial statements, the Company's opening Balance Sheet was prepared as of April 1, 2014, the Company's date of transition to IND AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP Balance Sheet as of April 1, 2014 and its previously published Indian GAAP financial statements for the quarter ended March 31, 2015 and year ended March 31, 2015.

Exemptions Applied

IND AS 101 First-time adoption of Indian Accounting Standards allows first time adopters certain exemptions from the retrospective application of certain IND AS, effective for April 1, 2014 opening balance sheet.

Following exemptions availed from other IND AS as per Appendix D of IND AS 101.

1. Investments in subsidiaries, joint ventures and associates

The Company has elected to adopt the fair valued deemed cost of investment in certain investment in Subsidiaries and recognition of balance investments in subsidiaries at previous GAAP carrying values on the date of transition. The impact of such measurement is provided in summary of effect of transition.

2. Fair value of financial assets and liabilities

The Company has financial receivables and payables that are non-derivative financial instruments. Under previous GAAP, these were carried at transactions cost less allowances for impairment, if any. Under IND AS, these are financial assets and liabilities are initially recognised at fair value and subsequently measured at amortised cost, less allowance for impairment, if any. For transactions entered into on or after the date of transition to IND AS, the requirement of initial recognition at fair value is applied prospectively.

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3. On transition to IND AS, the group has adopted the option available for setting the amount of foreign currency translation reserve to zero on the date of transition, this has increased the value of retained earnings by Rs. 1,07,36,15,124.

Impact of transition to IND AS

The following is a summary of the effects of the differences between IND AS and Indian GAAP on the Company's total equity shareholders' funds and profit and loss for the financial period for the periods previously reported under Indian GAAP following the date of transition to IND AS.

Reconciliation of Balance sheet as at April 1, 2014

S.No	Particulars	As per IGAAP AS at 31st March, 2014		Adjustments		As per IndAS AS at 1st April, 2014	
		Amount (USD)	Amount (INR)	Amount (USD)	Amount (INR)	Amount (USD)	Amount (INR)
	ASSETS						
(1)	Non-current assets						
	- Financial Assets						
	(i) Investments	1,68,88,229.97	1,01,49,79,243	(17,17,248.00)	(10,32,06,261)	1,51,70,981.97	91,17,72,982
	(ii) Loans	2,45,68,060.69	1,47,65,35,534			2,45,68,060.69	1,47,65,35,534
(2)	Current assets						
	- Financial Assets						
	(i) Cash and cash equivalents	1,57,789.03	94,83,089			1,57,789.03	94,83,089
	(ii) Bank balances other than (iii) above	2,34,747.02	1,41,08,249			2,34,747.02	1,41,08,249
	(iii) Other financial assets	1,375.09	82,643			1,375.09	82,643
	Total Assets	4,18,50,201.80	2,51,51,88,758	(17,17,248.00)	(10,32,06,261)	4,01,32,953.80	2,41,19,82,497
(1)	EQUITY AND LIABILITIES						
	Equity						
	(a) Equity Share capital	19,50,001.00	11,71,94,670			19,50,001.00	11,71,94,670
	(b) Other Equity	3,71,82,035.98	2,23,46,32,926	(17,17,248.00)	(10,32,06,261)	3,54,64,787.98	2,13,14,26,665
	Liabilities						
(2)	Non-current liabilities						
	(a) Financial Liabilities						
	(i) Borrowings	27,12,025.72	16,29,92,203			27,12,025.72	16,29,92,203
(3)	Current liabilities						
	Financial Liabilities						
	Other financial liabilities	6,139.10	3,68,959			6,139.10	3,68,959
	Total Equity and Liabilities	4,18,50,201.80	2,51,51,88,758	(17,17,248.00)	(10,32,06,261)	4,01,32,953.80	2,41,19,82,497

Reconciliation of other equity as at April 1, 2014

	Retained earning (In USD)	Retained earning (In INR)	Total impact on Other equity (In USD)	Total impact on Other equity (In INR)
As on April 1, 2014 (IGAAP)	3,71,82,035.98	2,23,46,32,926	3,71,82,035.98	2,23,46,32,926
Adjustments:				
Less: Fair Valuation of Unquoted Non Current Investments	(17,17,248.00)	(10,32,06,261)	(17,17,248.00)	(10,32,06,261)
Total IND AS adjustments (B)	(17,17,248.00)	(10,32,06,261)	(17,17,248.00)	(10,32,06,261)
As on April 1, 2014 (Ind AS)	3,54,64,787.98	2,13,14,26,665	3,54,64,787.98	2,13,14,26,665

Principal differences between IND AS and Indian GAAP

Measurement and recognition difference for year ended March 31, 2015

1. Fair valuation of financial assets and liabilities

Under Indian GAAP, receivables and payables were measured at transaction cost less allowances for impairment, if any. Under IND AS, these financial assets and liabilities are initially recognised at fair value and

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subsequently measured at amortised cost using the effective interest method, less allowance for impairment, if any. The resulting finance charge or income is included in finance expense or finance income in the Statement of Profit and Loss for financial liabilities and financial assets respectively.

2. Investment in subsidiary, joint ventures and associates

The impact for adoption of fair valued deemed cost of investment in subsidiary has caused decrease in value of investment .

3. Statement of Cash Flows

The impact of transition from Indian GAAP to IND AS on the Statement of Cash Flows is due to various reclassification adjustments recorded under IND AS in Balance Sheet, Statement of Profit & Loss and difference in the definition of cash and cash equivalents and these two GAAP's.

Subsequent reconciliations post transition on April 1, 2014

Reconciliation of other equity

	Retained earning(In USD)	Retained earning (In INR)	Total impact on Other equity (In USD)	Total impact on Other equity (In INR)
As on April 1, 2015 (IGAAP)	4,17,32,039.98	2,61,20,41,767	4,17,32,039.98	2,61,20,41,767
Adjustments:				
Add: Difference in Other Equity on Transition as at April 1,2014	(17,17,248.00)	(10,32,06,261.00)	(17,17,248.00)	(10,32,06,261.00)
Less: Foreign Exchange Transalation difference booked in retained earnings		(42,77,665)		(42,77,665)
Total IND AS adjustments (B)	(17,17,248.00)	(10,74,83,926.00)	(17,17,248.00)	(10,74,83,926.00)
As on April 1, 2015 (Ind AS)	4,00,14,791.98	2,50,45,57,841	4,00,14,791.98	2,50,45,57,841

Reconciliation of Balance sheet as at March 31, 2015

S.No	Particulars	As per IGAAP AS at 31st March, 2015		Adjustments		As per IndAS AS at 31st March, 2015	
		Amount (USD)	Amount (INR)	Amount (USD)	Amount (INR)	Amount (USD)	Amount (INR)
	ASSETS						
(1)	Non-current assets						
	- Financial Assets						
	(i) Investments	2,95,98,229.97	1,85,25,76,892	(17,17,248.00)	(10,74,83,926)	2,78,80,981.97	1,74,50,92,966
	(ii) Loans	1,67,44,807.70	1,04,80,70,910			1,67,44,807.70	1,04,80,70,910
(2)	Current assets						
	- Financial Assets						
	(i) Cash and cash equivalents	1,51,050.19	94,54,352			1,51,050.19	94,54,352
	(ii) Bank balances other than (iii) above	2,34,747.02	1,46,93,004			2,34,747.02	1,46,93,004
	(iii) Other financial assets	987.61	61,815			987.61	61,815
	Total Assets	4,67,29,822.49	2,92,48,56,973	(17,17,248.00)	(10,74,83,926)	4,50,12,574.49	2,81,73,73,047
(1)	EQUITY AND LIABILITIES						
	Equity						
	(a) Equity Share capital	19,50,001.00	11,71,94,670			19,50,001.00	12,20,52,123
	(b) Other Equity	4,17,32,039.98	2,61,20,41,767	(17,17,248.00)	(10,74,83,926)	4,00,14,791.98	2,50,45,57,841
	Liabilities						
(2)	Non-current liabilities						
	(a) Financial Liabilities						
	(i) Borrowings	30,37,468.81	19,01,17,603			30,37,468.81	19,01,17,603
(3)	Current liabilities						
	Financial Liabilities						
	Other financial liabilities	10,312.70	6,45,480			10,312.70	6,45,480
	Total Equity and Liabilities	4,67,29,822.49	2,91,99,99,520	(17,17,248.00)	(10,74,83,926)	4,50,12,574.49	2,81,73,73,047

SV Trading Limited
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10. Previous year figures have been regrouped/ rearranged, wherever considered necessary to conform to current year's classification.
11. Notes 1 to 13 are annexed and form integral part of Financial Statements.

For and on Behalf of the Board of Directors



Anil k.Kejriwal

Director

Dated: 19.05.2016