

COASTAL CORPORATION LIMITED



**31st Annual Report for the year ending
31st March, 2012**

COASTAL CORPORATION LIMITED

VISAKHAPATNAM

31st Annual General Meeting

ON 29TH SEPTEMBER'2012 at 10.30 a.m.

at

**D.No.6-42, Besides Toyota Showroom, Marikavalasa,
Visakhapatnam-530 041, Andhra Pradesh, India**

BOARD OF DIRECTORS	
Mr. T.Valsaraj	Managing Director
Mr. G.V.V.Satyanarayana	Director - Finance
Mr. S.Rajaram	Director
Mrs. Jeeja Valsaraj	Director
Mr. K.Venkateswara Rao	Director
Mr. Dilip Anant Bhiwalkar	Director

Auditors :

CA V.V.S.Bhagavan
Chartered Accountant
Hyderabad

BANKERS :

Bank of India
Main Branch
Visakhapatnam.

REGISTERED OFFICE :

D.No. 15-1-37/3, JAYAPRADA APARTMENTS,
NOWROJI ROAD, MAHARANIPETA,
VISAKHAPATNAM-530 002, ANDHRA PRADESH, INDIA
Phone : 0891-2567118, 2552556 Fax : 0891 - 2567132
Email : coastal6@eth.net : cclinvestors@gmail.com
Company Website : www.coastalcorp.in

COASTAL CORPORATION LIMITED

NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the **THIRTY FIRST Annual General Meeting** of the **Members of COASTAL CORPORATION LIMITED** will be held on **Saturday, 29th day of September 2012 at 10.30 A.M.** at the **Plant Office of the Company situated at D.No.6-42, besides Toyoto Showroom, Marikavalasa, Visakhapatnam-530 041, Andhra Pradesh, India.**

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Annual Accounts consisting of the Profit & Loss Account for the year ended 31st March, 2012 and the Balance Sheet of the Company as on that date, Schedules and Notes thereon together with the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Smt Jeeja Valsaraj, who retires by rotation and being eligible, offer herself for re-appointment.
3. To consider the re-appointment of CAV.V.S.Bhagavan, Chartered Accountant, Hyderabad as Statutory Auditors of the Company to hold office from conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting at such remuneration as may be mutually agreed to between the Board of Directors and the Auditors.

Regd. Office:
15-1-37/3,
Jayaprada Apartments,
Nowroji Road, Maharani-peta,
Visakhapatnam-530 002

By Order of the Board
for Coastal Corporation Limited

sd/-
(T.Valsaraj)
Managing Director

Place : Visakhapatnam
Date : 31.08.2012

COASTAL CORPORATION LIMITED

NOTES:

1. 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 such proxy need not be a member of the Company Proxies in order to be effective, must be received by the Company not less than 48 hours before the meeting.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 20.09.2012 to 28.09.2012 (both days inclusive).
3. Members desiring to seek any information on the annual accounts are requested to write to the Company's Compliance Officer at least seven days in advance of the meeting so that the information can be made available at the meeting.
4. The members are requested to intimate to the Company any change of their address quoting their Share Ledger Folio No(s)
5. Members / Proxies shall bring attendance slips filled in and duly signed.
6. The Company has prepared the Financial Statements in the revised Schedule VI to the Companies Act, 1956 which was introduced by the Ministry of Corporate Affairs and made it applicable to all Companies for the Financial Statements to be prepared for the financial year commencing on or after April, 1, 2011.
7. Members are requested to kindly register their e-mail-id with the company as you are aware that the Ministry of Corporate Affairs has taken a "Green initiative with regard to "Corporate Governance" by allowing paperless compliance by the companies and clarified that the service of documents by Companies to shareholders can be made through electronic mode. In compliance thereof, your company proposes to implement the same by sending the Annual report, notice of Meetings and other communications to share holders in electronic mode to the e-mail address provided by them through company email id cclinvestors@gmail.com

COASTAL CORPORATION LIMITED**DIRECTOR'S REPORT**

To

The Members
Coastal Corporation Limited
Visakhapatnam.

Your Directors have pleasure in presenting the Thirty First Annual Report on the business and operations of the Company together with the Audited Statement of Accounts for the Financial Year ended 31st March, 2012 and the report of the Auditors thereon

1. FINANCIAL RESULTS :

	Year Ended 31.03.2012 Rs.	Year Ended 31.03.2011 Rs.
Sales	69,49,38,739	34,06,34,576
Interest	7,64,786	1,23,211
Other Income	6,58,55,336	5,18,26,663
Total Income	76,15,58,861	39,25,84,450
Less : Expenditure	68,66,01,493	37,39,77,196
Profit before Depreciation and Taxation	7,49,57,368	1,86,07,255
Less : Depreciation	48,29,506	37,17,908
Profit before Taxation	7,01,27,862	1,48,89,347
Less: Provision for Tax	2,31,91,914	(30,00,057)
Less: Prior Period Adjustments	3,683	(83,433)
Net Profit After Tax	4,69,32,265	1,18,05,857
Add: MAT Credit Entitlement	-	79,89,179
Add : Balance brought forward from last year	3,70,68,802	1,72,73,766
Balance Carried to Balance sheet	8,40,01,067	3,70,68,802

2. REVIEW OF OPERATIONS :

During the year under review, the Company has earned an income of Rs.76,15,58,861/- as compared to Rs. 39,25,84,450/- during the previous year and the expenditure incurred amounted to Rs. 68,66,01,493/- as against Rs. 37,39,77,196/- during the previous year. The depreciation provided for the reporting year was Rs. 48,29,506/- as compared to Rs. 37,17,908/- during the previous year. Hence, Net Profit after tax was amounted to Rs.4,69,32,265/- as compared to Rs. 1,18,05,857/- during the previous year.

The efforts of Managerial Directors & Key Managerial Personnel have been continuing for effective operations and increasing the business of the company by improving the exports. The Company has identified viable parties for increasing the exports and the business of the company. Hence, the Company expects more profits in the years to come.

3. DIVIDEND:

The Company has not recommended any dividend in view of maintaining sound cash liquidity position for immediate requirements of the business, working capital for increasing the business of the company, establishing a new modern food processing unit at P.Dharamvaram village at Yelamanchili, Visakapatnam District, Andhra Pradesh and also to strengthen the network and reserves of the Company.

4. CREDIT & GUARANTEE FACILITIES:

The Company has been availing Packing Credit limits and Term Loan and other facilities from Bank of India, Main Branch, Visakhapatnam from time to time.

The Company has been awarded an NSIC-CRISIL Performance and Credit Rating of NSIC-CRISIL SE 1B indicates 'Highest Performance Capability and Moderate Financial Strength' issued by CRISIL.

5. DEPOSITS:

The Company has not accepted any Deposits from the public attracting the provisions of Section 58A of the Companies Act, 1956 during the Financial year.

COASTAL CORPORATION LIMITED**6. INSURANCE:**

All the assets of the Company wherever necessary and to the extent required have been adequately insured.

7. EMPLOYEE RELATIONS:-

The relationship with the staff and workers continued to be cordial during the year. The Directors wish to place on record their appreciation of the valuable work done and co-operation extended by them at all levels. Further, the Company has been in touch relating to recruitment of required personnel from time to time.

8. PARTICULARS AS PER SECTION 217(2A) OF THE COMPANIES ACT, 1956:

Particulars of employees as required by the Provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 are not given as your Company has not paid any remuneration attracting these provisions.

9. PARTICULARS REGARDING ENERGY CONSERVATION, TECHNOLOGY ABSORPTION ETC:

Your Company continues to explore all possible avenues to reduce energy consumption.

As your Company is covered in the Schedule to the Companies (Disclosures of Particulars in the Report of the Board of Directors) Rules, 1988, read with Section 217(1)(e) of the Companies Act, 1956, the details under Form 'A' are furnished as an Annexure-I.

10. FOREIGN EXCHANGE EARNINGS AND OUTGO:

Particulars	2011-2012 Rs.	2010-11 Rs.
Foreign Exchange Earnings (FOB)	67,77,09,368/-	32,53,83,738/-
Expenditure incurred in Foreign Currency :		
1. Antidumping Fee	34,65,549/-	12,15,745/-
2. Marine Rejection Insurance	55,18,512/-	20,40,411/-
3. Export Claims	1,28,582/-	2,25,026/-
4. Commission	2,15,472/-	7,36,183/-

COASTAL CORPORATION LIMITED

In accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, the information relating to foreign exchange earnings and outgo is provided as under:

11. 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 that:

- i. in the preparation of the annual accounts for the year ended 31st March, 2012, the applicable accounting standards had been followed along with proper explanation relating to material departures ;
- ii. the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31st March, 2012 and of the profit or loss of your Company for that period;
- iii. the Directors had 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, and;
- iv. the Directors had prepared the annual accounts for the financial year ended 31st March, 2012 on a going concern basis.

12. THE BOARD :

The Board of Directors of the Company is duly constituted. Smt Jeeja Valsaraj, Director of the Company retires by rotation at the forthcoming Annual General Meeting and being eligible, offers herself for re-appointment. The Board confirms that none of the Directors of the Company is disqualified from being appointed as Director in terms of clause (g) to sub-section (1) of Section 274 of the Companies Act, 1956 and necessary declarations have been obtained from all the Directors in this regard.

13. CORPORATE GOVERNANCE:

Corporate Governance is given as an Annexure-II.

14. MANAGEMENT DISCUSSION AND ANALYSIS:

This has been dealt with in the separate Annexure-III.

15. COMPLIANCE CERTIFICATE:

The Compliance Certificate referred to in the proviso to sub-Section (1) of Section 383A of the Companies Act, 1956 was obtained and enclosed as Annexure-IV.

16. INTERNAL AUDIT :

The Internal Audit of the Company is done by CA.R.S.V.Raman, Chartered Accountant, Visakhapatnam, who is acting in independent manner and also responsible for regulatory and legal requirements relating to operational processes and internal systems. He reports directly to the Board of Directors.

17. AUDITORS:

The present Statutory Auditors of the Company CA V.V.S. Bhagavan, Chartered Accountant, Hyderabad, retire at the conclusion of the ensuing Annual General Meeting and being eligible for re-appointment. The Company has received a letter from him to the effect that his appointment if made, would be within the limits prescribed under Section 224(1-B) of the Companies Act, 1956 and that he is not disqualified for such appointment within the meaning of Section 226 of the Companies Act, 1956. The Audit Committee and the Board of Directors recommend the appointment of CA V.V.S. Bhagavan, Chartered Accountant, Hyderabad as Statutory Auditors of the Company for the financial year 2012-13.

18. AUDITORS' REPORT:

The Auditor's Report is self Explanatory and does not require any comments from the Board of Directors.

19. STATUTORY COMPLIANCE:

The Company has complied with the concerned provisions relating to statutory compliance with regard to the affairs of the Company in all aspects.

COASTAL CORPORATION LIMITED

20. ACKNOWLEDGEMENTS:

Your Directors wish to place on record their appreciation of the continuous assistance and co-operation extended to your Company by the Customers, suppliers, dealers, Financial Institutions, Customs Authorities, Local Bodies, Overseas Bodies, other Corporate Bodies & Authorities and other Agencies. Your Directors also have pleasure in placing on record their appreciation for the assistance extended by the Company's Bankers viz. Bank of India, Main Branch, Visakhapatnam. Your Directors also wish to acknowledge the continued support and confidence reposed in the management by the shareholders. Your Directors also wish to place on record and sincerely acknowledge the services rendered by the employees at all levels. Thanks are also extended to our advisors, professionals, well-wishers and all other persons dealing with the Company.

By Order of the Board
For **COASTAL CORPORATION LIMITED**

sd/-
(T. VALSARAJ)
MANAGING DIRECTOR

sd/-
(G.V.V. SATYANARAYANA)
DIRECTOR-FINANCE

Place: Visakhapatnam
Date : 31.08.2012

COASTAL CORPORATION LIMITED**ANNEXURE - I
FORM "A"****COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT
OF BOARD OF DIRECTORS) RULES, 1998.****(A) CONSERVATION OF ENERGY**

Wherever possible energy conservation measures have already been implemented and there is no major area where further energy conservation measures can be taken. However, efforts to conserve and optimize the use of energy through improved operational methods and other means will continue.

Utmost priority has been given in achieving reduction in per unit consumption of energy as well as finding alternate cheaper source of energy.

(A) POWER AND FUEL CONSUMPTION :	Current Year 31.03.2012 (Rs.)	Previous year 31.03.2011 (Rs.)
Electricity :		
a) Purchase		
Units	18,77,940	15,62,400
Total Amount (in Rs.)	83,91,176	73,08,777
Rate/Unit (in Rs.)	4.46	4.67
Own Generation :		
Through D.G. Units	1,29,216	1,38,720
Total Amount (in Rs.)	11,84,480	11,55,943
Unit/Lt. of Diesel Oil	4.8	4.8
Cost/Unit (in Rs.)	9.16	8.33

(B) TECHNOLOGY ABSORPTION :

Efforts made in technology absorption as per Form "B" of Annexure not applicable.

ANNEXURE - II

(Annexure to the Corporate Governance)

CORPORATE GOVERNANCE REPORT FOR THE YEAR 2011-2012

(As required under Clause 49 of the Listing Agreements entered with Stock Exchanges)

A. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

The Company has been continuing the best practices of Corporate Governance for ensuring protection of the rights and interest of its stakeholders, customers, suppliers and persons dealing with the Company and also to strengthen its broad policies of Corporate Governance viz. equity, fairness, transparency, integrity, openness and accountability which are the guiding principles of management of the Company along with focus on investors/customers periodically and also reviewing the Corporate Governance practices from time to time for adoption in the affairs of the company.

BOARD OF DIRECTORS:**(a) Composition and Category of Directors:**

As on 31st March, 2012, the strength of the Board of Directors is Six (6) and its composition is as follows:

(i) Promoter Directors

Sri T. Valsaraj - Promoter & Managing Director

(ii) Executive Director

Sri G.V.V.Satyanarayana - Director-Finance

(iii) Non-Executive Director

Smt Jeeja Valsaraj - Non-Executive Director

(iv) Non- Executive Independent Directors

Sri K.Venkateswara Rao - Independent Director

Sri Dilip Anant Bhiwalkar - Independent Director

Sri S.Rajaram - Independent Director

None of the Independent Non-Executive Director has any pecuniary relationship or transactions with the Company, its Promoters or its Senior Management which in the Judgement of the Board may affect the independence of the Director except receiving sitting fees for attending Board/Committee meetings from the Company.

COASTAL CORPORATION LIMITED

(b) Board Meetings & Related Information

During the year, 8 meetings of the Board of Directors were held on

30.04.2011	31.07.2011	02.09.2011	30.09.2011
31.10.2011	28.11.2011	02.02.2012	19.03.2012

The attendance particulars of each Director at the Board Meetings and last Annual General Meeting

Name of the Director	No. of Board Meetings		Attendance at last AGM	No. of Directorship in other Public Companies	No. of Committee Membership in other public Companies	
	Held	Attended			Member	Chairman
Sri T. Valsaraj	8	8	Present	1+1=2	--	--
Smt Jeeja Valsaraj	8	8	Present	1	--	--
Sri G.V.V.Satyanarayana	8	8	Present	1+1=2	--	--
Sri S.Rajaram	8	6	Present	0	--	--
Sri K. Venkateswara Rao	8	6	Present	0	--	--
Sri Dilip Anant Biwalkar	8	5	Present	1	--	--

COMMITTEES :

(i) AUDIT COMMITTEE:

The Audit Committee has three members; Sri S.Rajaram, Sri K Venkateswara Rao and Smt. Jeeja Valsaraj.

Composition :

The Company has constituted an Audit Committee comprising of the following:

Sl. No.	Name of the Director	Designation	Category
01.	Sri S.Rajaram	Chairman	Non-Executive Independent
02.	Sri K Venkateswara Rao	Member	Non-Executive Independent
03.	Smt. Jeeja Valsaraj	Member	Non- Executive Director

COASTAL CORPORATION LIMITED

In accordance with Clause 49 of the Listing Agreement and Section 292 A of the Companies Act, 1956, the terms of reference stipulated by the Board to the Audit Committee are as follows:

- (1) To oversee the Company's financial reporting process and disclosure of its financial information on a timely basis.
- (2) To ensure that the financial statement(s) is/are correct, sufficient and credible.
- (3) Recommending the appointment and fixation of Remuneration of Statutory and Internal Auditors of the Company and also approval for payment for any other services.
- (4) Review of Annual Financial Statements with management before submitting to the Board.
- (5) Review and Discussions with the Auditors, the adequacy of internal control systems.
- (6) Reviewing the adequacy of internal audit function, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- (7) Discussion with internal auditors on any significant findings and follow up thereon.
- (8) Discussion with external Auditors before the audit commences regarding the nature and scope of audit as well as to have post-audit discussion to ascertain any area of concern.
- (9) Reviewing the Company's financial and risk management policies.
- (10) To look into the reason for substantial defaults in the payment to creditors, if any.

Meetings and Attendance:

The Committee met 4 times during the year and the attendances of the members at the meetings are given below:

Name	Number of Meetings held during the year	Number of Meetings attended during the year
Sri S.Raja Ram	4	4
Sri K Venkateswara Rao	4	4
Smt. Jeeja Valsaraj	4	4

COASTAL CORPORATION LIMITED**(ii) REMUNERATION COMMITTEE - POLICY - DETAILS:**

The Company has constituted Remuneration Committee comprises Sri S. Rajaram, Sri Dilip Anant Biwalkar and Sri K. Venkateswara Rao to decide, fix the Remuneration payable to the Managing/Whole-Time Directors of the Company from time to time. The matters relating to remuneration package to the managerial personal will be referred by the Board of Directors to the Remuneration Committee.

Details of remuneration paid to the Directors during 2011-2012

Name of Director	Sitting Fees Rs.	Salaries & Perks Rs.	Total Rs.
Sri T.Valsaraj	-	7,20,000/-	7,20,000/-
Sri G.V.V.Satyanarayana	--	6,00,000/-	6,00,000/-

(iii) SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE:

The Company has constituted a Shareholder's / Investor's Grievance Committees to handle and redress the grievances/complaints of the shareholders. Currently, the Committee comprises Sri G.V.V. Satyanarayana as Chairman and Sri S.Rajaram and Sri K.Venkateswara Rao as members.

(iv) DETAILS OF THE COMPLIANCE OFFICER:

Sri G.V.V. Satyanarayana
D.No. 15-1-37/3, JAYAPRADA APARTMENTS,
NOWROJI ROAD, MAHARANIPETA,
VISAKHAPATNAM-530 002, ANDHRA PRADESH, INDIA

CODE OF CONDUCT

The Company has laid down a code of conduct for all Board Members and Senior Management Personnel. The Code of conduct had been circulated to all the members of the Board and Senior Management.

A declaration signed by the Managing Director is as follows:

"It is hereby declared that all members of the Board and Senior Management have affirmed compliance with the Code of Conduct for the financial year ended 31st March, 2012."

CEO/CFO Certification:

The Director on the Board has certified that the financial statements present a true and fair view of the company's affairs and are in compliance with existing accounting standards.

COASTAL CORPORATION LIMITED**(v) GENERAL BODY MEETINGS:**

Location and time where last Four AGMs held:

Year	Location	Date	Time	Special Resolution
2010-2011	D.No.6-42, Marikavalasa, Besides Toyota Showroom, Visakhapatnam-530 041, Andhra Pradesh, India	30.09.2011	10.30 A.M	Passed
2009-2010	15-1-37/3, Nowroji Road, Maharanipecta, Visakhapatnam – 530 002, Andhra Pradesh, India	30.08.2010	10.30AM	NIL
2008-2009	15-1-37/3, Nowroji Road, Maharanipecta, Visakhapatnam – 530 002, Andhra Pradesh, India	29.09.2009	10.30 AM	Passed
2007-2008	15-1-37/3, Nowroji Road, Maharanipecta, Visakhapatnam – 530 002, Andhra Pradesh, India	27.09.2008	10.30 AM	NIL

(vi) CORPORATE AFFAIRS & VISION:

- (a) Advanced Planning Techniques and strategic supervision by the Board of Directors;
- (b) Excellent co-ordination at all levels of management to achieve the tasks.
- (c) Immediate attention towards customers' requirements and public relations.
- (d) Cautious approach in operations, rendering services efficiently and effectively to the clients and
- (e) Adequate response towards socio-economic responsibilities.
- (f) Focus on protecting the safety of the clients and the employees.
- (g) To design the standards, policies, procedures and best practices in addition to the existing policies.
- (h) To grow the company and to generate long term business results and expanding market presence.
- (i) To retain the talented and dedicated employees.

COASTAL CORPORATION LIMITED

(vii) OTHER DISCLOSURES:

- a) The Board is of the bona-fide belief that there are no materially significant related party transactions made by the company with Promoters, Directors or Management, their subsidiaries or relatives etc that may have potential conflict with the interests of the Company at large. The Register of Contracts containing the transactions in which Directors are interested is placed before the Board regularly for its approval.
- b) The company has not established a whistle blower policy .
- c) The company has complied with all the mandatory disclosure requirements under Clause 49 of the Listing agreement and also makes efforts to make the non-mandatory disclosures to the extent they arise and are considered significant.

(viii) MEANS OF COMMUNICATION:

- i) Quarterly Results and Half Yearly Results are published in Newspapers.
- ii) The Company has not issued any press release or made any presentations to the investors about its financial results during the year.
- iii) Management Discussion and Analysis (MD&A) forms part of the Annual Report.

(ix) GENERAL SHAREHOLDERS INFORMATION:

- i) Thirty First Annual General Meeting of the Company :

Date & Time	:	Friday, 29 th September, 2012 at 10:30 A.M.
Venue	:	D.No. 6-42, Besides Toyota Showroom, Marikavalasa, Visakhapatnam-530 041, Andhra Pradesh, India

COASTAL CORPORATION LIMITED

ii)	Financial Year	:	1 st April to 31 st March.
iii)	Date of Book Closure Date	:	20 th September, 2012 to 28 th September, 2012 (both days inclusive)
iv)	Dividend Payable Date	:	Not Applicable
v)	Listing on Stock Exchanges	:	1. Mumbai Stock Exchange 2. Delhi Stock Exchange 3. Ahmedabad Stock Exchange 4. Hyderabad (Not in operation)
vi)	Registrars & Share Transfer Agents	:	The Board has appointed M/s Big share Services Pvt. Ltd., Mumbai as its Share Transfer Agents
vii)	High/Low Market Price	:	There was no trading in Shares during the year 2011-12

(x). Share Transfer System:

The Board has appointed M/s. Bigshare Services Private Limited, Mumbai as its Registrar & Share Transfer Agent. However, the shares of the Company are yet to be converted into De-mat and necessary work in connection therewith is under process. At present all the share transfers are being carried out in physical form.

(xi) Contact Information:

As a Coastal Corporation Limited Shareholder - You are encouraged to contact the Registrar for all your shares related services and queries whose address is given below:

COASTAL CORPORATION LIMITED

Name of the Registrar and Share Transfer Agent	Bigshare Services Private Limited, Mumbai
Head Office	E 2 & E3, Ansa Industrial Estate Sakivihar Road, Sakinaka, Andheri(E), MUMBAI – 400 072 Telephone No. : 022 – 40430200 Fax : 022 – 28475207 Email : For Business relation : marketing@bigshareonline.com For Investor Query /Grievances: investor@bigshareonline.com
Branch Office	Bigshare Services Private Limited 306, Right wing, Amrutha Ville, Opp: Yashodha Hospital Somajiguda, Raj Bhavan Road Hyderabad – 500 082 Telephone No : 040 – 2337 4967 Fax : 040 – 2337 0295 E-mail : bsshyd@bigshareonline.com

(xii) Dematerialization of Equity Shares and Liquidity :

The Company's Equity Shares are listed on Mumbai, Ahmedabad, Delhi and Hyderabad Stock Exchanges with a view to provide liquidity to the Shareholders. As per SEBI Notification, the Company's Equity Shares shall be dematerialized.

The Board has been making required arrangements to enter into MOU with CDSL for Dematerialization of Shares. M/s.Bigshare Services Private Limited, Mumbai has been appointed as Registrar & Share Transfer Agents of the Company and for related matters.

- i) Address for Correspondence : Registered Office :**
15-1-37/3, Jayaprada Apartments,
Nowroji Road,
Maharanipeta,
Visakhapatnam - 530 002
Andhra Pradesh.
India.

(Xiii) AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE:

As required by Clause 49 of the Listing Agreement with the stock exchanges, the statutory Auditor's Certificate that the Company has complied with the conditions of Corporate Governance is given as an Annexure-IIA to the Report of the Director's & Management Discussion and Analysis. This certificate will be forwarded to the Stock Exchanges where the securities of the Company are listed, along with the Annual Report of the Company.

ANNEXURE - IIA

Auditor's Certificate

**Auditor's Certificate on Compliance of Conditions of Corporate Governance as per
Clause 49 of the Listing Agreement with the Stock Exchange**

To
The Members of
Coastal Corporation Limited
Visakhapatnam.

I have examined the Compliance of Conditions of Corporate Governance by Coastal Corporation Limited ("Company") for the year ended 31st March 2012 as stipulated in Clause 49 of the Listing Agreement of the said company with Stock Exchanges in India.

The Compliance of Conditions of Corporate Governance is the responsibility of the Management. Our Examination was limited to procedures and implementation there on adopted by the Company for ensuing the Compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the Company.

In my opinion and the best of information and according to the explanations given to me I certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

I state that such compliance is neither an assurance as to the future viability of the Company, nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

sd/-

V.V.S.Bhagavan

Chartered Accountants
Membership No: 008571

Place: Visakhapatnam(C)

Date : 31.08.2012

COASTAL CORPORATION LIMITED

ANNEXURE - III

(Annexure to the Directors' Report)

MANAGEMENT DISCUSSION AND ANALYSIS

OUTLOOK FOR THE GLOBAL AND INDIAN ECONOMY :

The outlook for the global economy continues to remain sluggish and many countries facing financial crisis which was reflected in the Corporate Sector except exports in Marine Products. However, India is projected to see a faster growth of 7.5 per cent this fiscal, on the back of higher savings and investment rates, even as most of the Asia-Pacific economies are likely to expand at a slower pace. Today India is among the most attractive destinations globally, for investments and business and FDI had increased over the last few years. The Indian economy has continuously recorded high growth rates and become an attractive destination for investments and the Government of India has formulated the policies suitably. Accordingly, the Company has formulated the policies to avail the opportunities in the Exports and also increase in the value of Dollar

INDUSTRY STRUCTURE AND DEVELOPMENT:

Fish production plays an important role in the socio- economic life of India. It is a rich source of protein and high quality food. With a large human population in India and over 250 million economically strong potential consumers of food and those who have an adequate purchasing power, the domestic demand for the fish and processed fish food is increasing very rapidly. Marine products have created a huge demand in the world market. With the high unit value, seafood has been acclaimed as one of the fastest moving commodity in the world market. The world market for seafood has doubled within the last decade reaching US \$49.32 billion. India's share is only 2.4% at present, it is mainly dependant on shrimp as a product. However, the situation is changing due to the increased attention/ demand for other fishery resources like squid, cuttlefish, fin fish, etc. and is being exported to the markets of Western Europe and South East Asia.

Indian share in global production has reached 4.36% per cent with 9.92% share in inland and 2.8% in marine. For inland sector India is ranked second after China. Other major producer countries are China, Japan, the United States, the Russian Federation and Indonesia. There is a steady increase in the exports indicating a positive trend. Demand for fish and fishery products is increasing considerably, both at domestic and export fronts. The projected demand for fish in the country by 2012 is 9.74 million tonne, that can be met by the projected supply of fish is 9.60 million tonne by 2012 with major share of 5.34 million tonne from inland aquaculture followed by 3.10 million tonne from marine fisheries. Presently, fisheries of the island systems, Andamans and Lakshadweep, as well as the deep sea resources, including the tunas, are highly under-exploited. To encourage the fish producers, processors, exporters, etc., the Government of India, Ministry of Food Processing Industries (MOFPI) has desired to constitute and set up a national board called the "National Fish Processing Development Board" (NFPDB).

COASTAL CORPORATION LIMITED

Fish processing in India is done almost entirely for export. Open sun dried fish and fish meal are the only major exceptions. At present India has - freezing units, - cold stores, - ice plants, - canning units and - fish meal plants. Capacity of most of these processing and storage units is very low when compared to the facilities in fish processing industry in technologically advanced countries. The total fish processing and storage facility in India is grossly inadequate compared to the potential for fish production and processing. Barely five per cent of India's seafood exports are in processed form. Most exports are in the form of frozen fish. In fact, more than 60 per cent of India's exports to south-east Asia are re-exported after processing. In view of the above facts and the vast potential for fish processing industry to cater to the domestic market and supplement the existing export of processed sea food, it is necessary to constitute a National Fish Processing Development Board (NFPDB).

According to the data of Ministry of Food Processing Industries, there are about 1,273 registered exporters in the country and the Indian seafood fish processing industry is well developed. The post-harvest infrastructure includes around 215 ice plants, 481 shrimp peeling plants, 371 freezing plants, 471 cold storage units, 7 canning plants, 16 fish-meal plants, 11 surimi plants, and one agar-agar production unit. Around 95% of the seafood processing units in the country are concentrated in 20 major clusters in 12 maritime states where fish catches are highest. All export oriented processing units are HACCP certified. The total installed freezing capacity of 7,283 tons /day, is fully utilized only during the peak fishing season. Commercial production is mostly directed towards export. India exports fourteen major fishery product groups to over 40 countries. Shrimp product lines account for 65-70% of the export earnings. India occupies the 16th position among the sea-food export trade. India occupies fifth position in the world. India is the topmost suppliers of cephalopods to Europe. Aqua-culture contributes 21.56% by volume and 49.76% by value of total seafood exports. Exports of marine products have played a key role in developing the fishing and aqua-culture sectors in India. Over 60% of exports realized from the capture fishery sector of the country is contributed by the mechanized sector and 7% by the traditional sector. The deep-sea sector has very low share of less than 1% in the exports which points to the enormous opportunities latent in the sector. Market Structure and Exports for Marine Products Major marine products exported from India include frozen/Individually Quick Frozen (IQF) shrimps, canned/dried shrimps/prawns, lobsters, cuttle fish, squid tubes, fresh fishes, canned fish, dried fish, crab, clam, mussel, aquarium fishes, dried shark fins, dried cuttle fish bones, dried fish maws, etc. Processed fish products for export include conventional block frozen products, individual quick frozen products (IQF), minced fish products like fish sausage, cakes, cutlets, pastes, surimi, textured products and dry fish etc.

India, with its 7,500 km long coastline and an exclusive economic zone of 2.02 million square km; 191,024 km of rivers & canals and 4.4 million hectares of reservoirs and fresh water lakes has an enormous potential for fisheries. Fish processing in India is done almost entirely for export. Open sun dried fish and fish meal are the only major exceptions. At present India has freezing units, - cold stores, - ice plants, - canning units and fish meal plants. Capacity of most of these processing and storage units is very low when compared to the facilities in fish processing industry in technologically advanced countries.

COASTAL CORPORATION LIMITED

ANNEXURE-IV

COMPLIANCE CERTIFICATE

CIN : L63040AP1981PLC003047
Nominal Capital: Rs.5,00,00,000/-

To,

The Members
COASTAL CORPORATION LIMITED -
VISAKHAPATNAM.

We have examined the registers, records, books and papers of 'COASTAL CORPORATION LIMITED', Visakhapatnam as required to be maintained under the Companies Act, 1956, (the Act) and the Rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the Financial Year ended on 31st March, 2012. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its Officers and Agents, We certify that in respect of the aforesaid Financial Year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this Certificate, as per the provisions of the Act and the Rules made thereunder and all entries therein have been recorded.
2. The Company has filed the Forms and Returns as stated in Annexure 'B' to this Certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board, or other Authorities.
3. The restriction Clauses as provided in Section 3(i)(iii) of the Companies Act, 1956 are not applicable to the Company as it is a Public Limited Company.
4. The Board of Directors duly met 8 (Eight) times respectively on 30.04.2011, 31.07.2011, 02.09.2011, 30.09.2011, 31.10.2011, 28.11.2011, 02.02.2012 and 19.03.2012 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members from Friday 23rd September' 2011 to Tuesday the 27th day of September, 2011 (both days inclusive) and necessary compliance of Section 154 of the Act, has been made.

COASTAL CORPORATION LIMITED

6. The Annual General Meeting for the Financial Year ended on 31st March, 2011 was held on 30th September 2011 after giving due notice (Date of Notice: 02.09.2011) to the members of the Company and the resolutions passed there at were duly recorded in Minutes Book maintained for the purpose.
7. One Extra-Ordinary General Meeting was held on 03.11.2011 after giving due notice (Date of Notice : 30.09.2011) relating to the Revision and Payment of Remuneration to Sri T.Valsaraj, Managing Director of the Company and Appointment and payment of Remuneration to Sri G.V.V.Satyanarayana, Whole-time Director designated as Director-Finance during the Financial Year.
8. The Company has not advanced any loans to the Directors and/or Persons or Firms or Companies referred to under Section 295 of the Act during the Financial Year.
9. The Company has not contravened the provisions of Section 297 of the Act, during the Financial Year.
10. The Company has made necessary entries in the Register maintained under Section 301 of the Act.
11. The Company has not contravened the provisions of Section 314 of the Act during the Financial Year.
12. The Company has issued duplicate Share Certificates during the Financial Year.
13. The Company:
 - (i) (a) has not allotted any Shares/Securities during the Financial Year and;
(b) has made transactions relating to transfer of equity shares during the Financial Year.
(c) has not made any transactions relating to transmission of shares during the Financial Year.
 - (ii) was not required to deposit any amount in a separate bank account as no dividend was declared during the Financial Year.
 - (iii) was not required to post warrants to any member of the Company as no dividend was declared during the Financial Year.

COASTAL CORPORATION LIMITED

(iv) has not transferred any amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund as there were no such amounts outstanding during the Financial Year under review.

(v) has complied with the requirements of Section 217 of the Act.

14. The Board of Directors of the Company is duly constituted. There was no appointment of Additional Directors, Alternate Directors and Directors to fill casual vacancies during the Financial Year.
15. The Company has appointed Sri G.V.V.Satyanarayana as Whole-time Director designated as Director-Finance of the Company w.e.f. 1st October 2011 at the Extraordinary General Meeting held on 3rd November 2011 in accordance with the provisions of Section 269 read with Schedule XIII to the Act during the Financial Year.
16. The Company has not appointed any sole-selling agents during the Financial Year.
17. The Company was not required to obtain any approval from the Central Government, Company Law Board, Regional Director, Registrar of Companies and/or such Authorities prescribed under the various provisions of the Act during the Financial Year.
18. The Directors have disclosed their interest in other Firms/Companies to the Board of Directors pursuant to the provisions of the Act and the Rules made there under.
19. The Company has not issued any shares, debentures or other securities during the Financial Year.
20. The Company has not bought back any shares during the Financial Year.
21. There was no redemption of Preference Shares or Debentures during the Financial Year.
22. There were no transactions necessitating the Company to keep in abeyance the rights to Dividend, Rights Shares and Bonus Shares pending registration of transfer of Shares.
23. The Company has not invited / accepted any deposits from the public falling within the purview of Section 58A of the Act during the Financial Year.
24. The borrowings made during the Financial Year are within the limits of the provisions of Sec. 293(1) (d) of the Companies Act, 1956.

COASTAL CORPORATION LIMITED

25. The Company has not made any Loans and advances or given guarantees or provided securities to other Bodies Corporate and consequently no entries have been made in the register kept for this purpose during the Financial Year.
26. The Company has not altered the provisions of the Memorandum of Association with respect to situation of the Company's Registered Office from one State to another State during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum of Association with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum of Association with respect to Name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum of Association with respect to share capital of the company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the Financial Year.
31. There was no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the Company during the Financial Year, for offences under the Act.
32. The Company has not received any money as security from its employees during the Financial Year.
33. The Company has deposited both employee's and employer's contribution to Provident Fund with prescribed authorities except Rs.68,358/- which was outstanding as on 31st March, 2012.

For ASN ASSOCIATES
Company Secretaries

Name of the sd/-
Company Secretary: Satyanarayana A.
C.P. No. : 2354

Place: Visakhapatnam
Date : 20.08.2012

COASTAL CORPORATION LIMITED**ANNEXURE 'A'**

Name of the Company : COASTAL CORPORATION LIMITED
Corporate Identity No : L63040AP1981PLC003047

Registers as maintained by the Company:

A. STATUTORY REGISTERS:

S. NO.	NAME OF THE REGISTER/RECORDS	UNDER SECTION
01.	Register of Investments	
02.	Register of Share Transfers	49
03.	Register of Members	108
04.	Register of Charges	150
05.	Minutes of Board Meetings	143
06.	Minutes of General Meetings	193
07.	Books of Account	193
08.	Register of Contracts with Companies/ Firms in which Directors are interested	209 301
09.	Register of Directors, Managing Director, Manager etc.	303
10.	Register of Director's Shareholdings	307

B. OTHER REGISTERS:

S.NO.	NAME OF THE REGISTER/BOOK
01.	Register of Share Applications and Allotment of Shares
02.	Directors' Attendance Register
03.	Shareholders' Attendance Register
04.	Register of Fixed Assets
05.	Copies of Annual Returns prepared under Section 159
06.	Register of Common Seal
07.	Register of Duplicate Share Certificates
08.	Register of Proxies

C. THE COMPANY HAS BEEN ADVISED TO MAINTAIN THE FOLLOWING REGISTERS FOR ENTRIES/TRANSACTIONS TO BE RECORDED AS AND WHEN REQUIRED :

01. Register of Securities bought back
02. Register of Destruction of records/documents
03. Register of Debenture holders
04. Register of Deposits/Unsecured loans taken from Directors of the Company

COASTAL CORPORATION LIMITED**ANNEXURE 'B'**

Name of the Company : **COASTAL CORPORATION LIMITED**
Corporate Identity No : **L63040AP1981PLC003047**

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government and/or Other Authorities during the Financial Year ending on 31st March, 2012:

REGISTRAR OF COMPANIES

Sl. No	Form No./ Return	Filed Under Section	For/ Description/ Purpose	Date of filing/SRN	Whether filed within prescribed time Yes/No	If delay in filing whether requisite additional fee paid Yes/No
01	Form No.23 AC XBRL & ACA XBRL	220	Filing of Profit & Loss Account and Balance Sheet for the Year 2010-11.	P84324243/ 31.12.2011	Yes	No
02	Form No.66	383A	Filing of Compliance Certificate for the Year 2010-11.	P76035542 28.10.2011	Yes	No
03	Form No.20B (30.09.2011)	159	Filing of Annual Return for the year 2011.	P81752016 29.11.2011	Yes	No
07	Form No. 8	125	Registration of Modification of Charges	29.12.2011/ B28374643	Yes	No
08	Form No. 8	125	Registration of Charges	B30931117 /01.02.2012	Yes	No
09	Form No. 8	125	Registration of Charges	B31048069/ 03.02.2012	Yes	No

COMPANY LAW BOARD

NIL

REGIONAL DIRECTOR

NIL

CENTRAL GOVERNMENT

NIL

OTHER AUTHORITIES

The Company has submitted information to the Stock Exchanges from time to time.

For ASN ASSOCIATES
Company Secretaries

Sd/-

Place: Visakhapatnam
Date : 20.08.2012

Name of the
Company Secretary: (SATYANARAYANA A.)

C.P. No. : 2354

COASTAL CORPORATION LIMITED

AUDITOR'S REPORT

To
The Members of
M/s. COASTAL CORPORATION LIMITED

I have examined the attached Balance Sheet of M/s. Coastal Corporation Ltd., (Formerly known as Coastal Trawlers Ltd.), Visakhapatnam as at 31st March, 2012, the Statement of Profit and Loss for the year ended 31st March, 2012 and the Cash Flow Statement for the year ended on that date both annexed hereto. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in India. Those Standards require that I plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessment of the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

- A. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of Sub-section (4A) of Section 227 of the Companies Act, 1956, I enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
- B. Further to my comments above, I report that:
- i) I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit.
 - ii) In my opinion, proper books of account, as required by Law have kept by the Company so far as appears from my examination of such books.
 - iii) The Company's Balance Sheet and Statement of Profit and Loss dealt with the above are in agreement with the books of account.
 - iv) In my opinion, the Statement of Profit and Loss and Balance Sheet comply with the accounting standards referred to in sub-section (3c) of section 211 of the Companies Act, 1956.
 - v) Based on representations received from the directors, as on 31st March, 2012 and, taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2012 from being appointed as a director in terms

COASTAL CORPORATION LIMITED

of clause (g) of subsection (1) of section 274 of Companies Act, 1956.

- vi) In my opinion and to the best of my information and according to the explanations given to me, the said Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement read with significant accounting policies and notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.
- a) in so far it relates to the Balance Sheet, of the State of Affairs of the Company as at 31st March, 2012 and
 - b) in so far it relates to the Statement of Profit and Loss , of the Profit for the year ended on that date.
 - c) in so far it relates to the Cash Flow Statement, of the cash flow for the year ended on that date.

Sd/-

Place : VISAKHAPATNAM (C)
Date : 31.08.2012

(V.V.S. BHAGAVAN)
Chartered Accountant
M.No: 008571

COASTAL CORPORATION LIMITED

ANNEXURE TO THE AUDITOR'S REPORT

Referred to in paragraph 1 of my Report of even date

1.
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) All the assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification.
 - c) During the year there are no sales of substantial part of Fixed Assets which will effect the company's status as a going concern.
2.
 - a) As explained to me, the inventory has been physically verified during the year by the management. In my opinion, the frequency of verification is reasonable.
 - b) In my opinion and according to the information and explanations given to me, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - c) In my opinion and according to the information and explanations given to me and on the basis of my examination of the records of inventory, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to the book records were not material and have been properly dealt with in the books of account.
3. According to the information and explanations given to me, the Company has not taken loans or granted any loans from/to the parties covered under section 301 of the Companies Act, 1956.
4. In my opinion and according to the information and explanation given to me, there are adequate internal control procedures commensurate with the size of the Company and nature of its business. During the course of my audit, no major weaknesses have been noticed in the internal controls.
5.
 - a) According to the information and explanation given to me I am of the opinion that the transactions that needed to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.
 - b) According to the information and explanation given to me the transactions made in pursuance of arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 in respect of other parties or reasonable having regard to the prevailing market prices at the relevant time.

COASTAL CORPORATION LIMITED

6. The Company has not accepted any deposits from the public.
7. The company has an internal audit system and in my opinion the scope and coverage of internal audit is commensurate with the size of the company and the nature of its business.
8. Maintenance of cost records is not required under the provisions of Sec.209 (1) (d) of the Companies Act, 1956.
9. According to the records of the company and information and explanation given to me, the company is in general regular in depositing undisputed statutory dues including Provident Fund, Employee's State Insurance, Income-Tax, Cess and other statutory dues with the appropriate authorities. As on 31st march 2012 there are no dues which are outstanding for a period of more than 6 months from the date they became payable.
10. The Company has no accumulated losses as on 31st March 2012. Further it has not incurred any cash loss in the financial year under report and in the immediately preceding financial year.
11. According to the information and explanations given by the Management, I am of the opinion that the company has not defaulted in repayment of dues to Banks.
12. According to the information and explanations given to me, the Company has not granted any loans and advances on the basis of Security by way of pledge of shares and other securities.
13. The provisions of any Special Statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund/Societies are not applicable to the company.
14. The company is not dealing or trading in shares or securities.
15. The company has not given any loans or guaranteed any loans taken by others from Banks or financial institutions.
16. The Company has taken term loan during the Financial Year and the Term Loan has been applied for the purpose for which it was obtained.
17. According to the information and explanations given to me and on an overall examination of the balance sheet of the Company, I report that no funds raised on short-term basis have been used for long-term investment by the Company and vice versa.
18. The Company has not made any preferential allotment during the year to parties and companies covered under register maintained under Section 301 of the Companies Act, 1956.

COASTAL CORPORATION LIMITED

19. The Company has not issued any Debentures.
20. The Company has not raised any money from public.
21. To the best of my knowledge and belief and according to the information and explanation given to me, no fraud on or by the Company has been noticed or reported during the year.

Sd/-

Place : VISAKHAPATNAM (C)
Date : 31.08.2012

(V.V.S. BHAGAVAN)
Chartered Accountant
M.No: 008571

COASTAL CORPORATION LIMITED

BALANCESHEET AS AT 31.03.2012

	Particulars	Note No.	As at 31.03.12 (Rs)	As at 31.03.11 (Rs)
	Equity and liabilities			
1	Shareholders' funds			
	Share capital	2	25,767,142	25,767,142
	Reserves and surplus	3	89,392,759	42,460,494
2	Non-current liabilities		115,159,901	68,227,636
	Long-term borrowings	4	74,286,172	445,365
	Deferred tax liabilities		1,217,666	941,837
	Other Long Term Liabilities	5	1,195,221	1,419,518
3	Current liabilities		76,699,059	2,806,720
	Short-term borrowings	6	149,898,678	117,496,361
	Trade payables	7	16,886,201	29,198,626
	Other current liabilities	8	28,180,784	12,853,718
	Short-term provisions	9	2,596,606	2,036,081
	TOTAL		197,562,269	161,584,786
	Assets		389,421,229	232,619,142
1	Non-current assets			
	Fixed assets			
	Tangible assets	10	94,900,283	54,152,395
	Intangible assets	10	16,980	26,270
	Capital work-in-progress	10	93,643,197	3,080,603
	Long-term loans and advances	11	14,111,937	6,191,642
	Other non-current assets	12	14,513,744	898,675
2	Current assets		217,186,141	64,349,585
	Inventories	13	102,908,416	65,978,751
	Trade receivables	14	14,331,419	24,548,572
	Cash and Cash equivalents	15	12,496,667	31,047,329
	Short-term loans and advances	11	42,498,586	38,705,726
	Other current assets(MAT)		-	7,989,179
	Significant Accounting Policy and Notes 1 To 37		172,235,088	168,269,557
	TOTAL		389,421,229	232,619,142

As per our report of even date attached

Sd/-

V.V.S BHAGAVAN

Chartered Accountant

M.No.008571

Date : 31.08.2012

Place: Visakhapatnam (C)

For and on behalf of the Board

Sd/-

T.VALSARAJ

Managing Director

Sd/-

G.V.V.SATYANARAYANA

Director (Finance)

COASTAL CORPORATION LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2012

		Notes	For the year ended 31.03.12 Rs.	For the year ended 31.03.11 Rs.
	Continuing operations			
	Income			
I	Revenue from operations	16	694,938,739	346,915,865
II	Other Operating Income	17	65,147,336	45,377,374
III	Other income	18	1,472,786	291,211
IV	Total Revenue (I+II+III)		761,558,861	392,584,450
V	Expenses			
	Cost of materials consumed	19	540,672,309	294,137,901
	Processing & Shipment expenses	20	130,592,930	71,686,491
	Changes in inventories of finished goods, work-in-progress and Stock in Trade	21	(34,893,903)	(18,641,493)
	Employee benefits expense	22	14,945,722	9,225,474
	Finance costs	23	29,075,371	13,368,720
	Depreciation	10	4,829,506	3,717,908
	Other expenses	24	6,209,064	4,200,102
	Total Expenses		691,430,999	377,695,103
VI	Prior Year's Expenses		3,683	—
VII	Profit before exceptional and extraordinary items and tax (IV-V-VI)		70,124,179	14,889,347
VIII	Profit before extraordinary items and tax		70,124,179	14,889,347
IX	Profit before tax		70,124,179	14,889,347
X	Tax expenses			
	Current tax		22,916,085	(5,016,387)
	Deferred tax		275,829	110,698
XI	Total tax expense		23,191,914	(4,905,689)
XII	Profit for the year from continuing operations		46,932,265	19,795,036
XIII	Profit/(loss) for the year		46,932,265	19,795,036
	Significant Accounting Policies and other notes	1 To 36		
	Earnings per equity share:			
	(1) Basic		36.12	15.23
	(2) Diluted		36.12	15.23

COASTAL CORPORATION LIMITED

Note No. 2 :Share Capital

	As at 31.03.2012 (Rs)	As at 31.03.2011 (Rs)
Authorised :		
Equity Shares		
30,00,000 equity shares of Rs. 10/- each (Previous year 30,00,000 equity shares of Rs.10/- each)	30,000,000	30,000,000
Preference Shares		
20,00,000 6.5% Redeemable pref. shares of Rs. 10/- each (Previous year 20,00,000 Redeemable pref.shares of Rs.10/- each)	20,000,000	20,000,000
	50,000,000	50,000,000
Issued, subscribed and fully paid-up shares		
Equity Shares		
12,99,500 equity shares of Rs. 10/- each fully paid (of the above 3,47,725 equity shares of Rs.10/- each allotted for consideration other than cash at a premium of Rs.10/- and 1,21,775 equity shares of Rs.10/- each allotted in cash at a premium of Rs.10/-) (Previous year 1299500 equity shares of Rs.10/- fully paid) (of the above 3,47,725 equity shares of Rs.10/- each allotted for consideration other than cash at a premium of Rs.10/- and 1,21,775 equity shares of Rs.10/- each allotted in cash at a premium of Rs.10/-)	12,995,000	12,995,000
Less: Calls in Arrears	227858	227858
Paid up Equity share capital	12,767,142	12,767,142
Preference Shares		
13,00,000 6.5% Redeemable Preference Shares of Rs.10 each fully paid (Previous year 13,00,000 6.5% Redeemable preference shares of Rs.10/- each fully paid)	13,000,000	13,000,000
Total issued, subscribed and fully paid-up share capital	25,767,142	25,767,142

COASTAL CORPORATION LIMITED

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares

	31-Mar-12		31-Mar-11	
	Numbers	Amount in Rs.	Numbers	Amount in Rs.
Shares outstanding at the beginning of the year	1,299,500	12,767,142	1,299,500	12,767,142
Shares outstanding at the end of the year	1,299,500	12,767,142	1,299,500	12,767,142

Preference Shares

Shares outstanding at the beginning of the year	13,00,000	13,000,000	13,00,000	13,000,000
Shares outstanding at the end of the year	13,00,000	13,000,000	13,00,000	13,000,000

COASTAL CORPORATION LIMITED

(b) Terms and Rights attached to shares

Equity shares

The company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity share is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the company, the holders of equity shares are eligible to receive share in the remaining assets of the company after distribution of all preferential amounts in proportion to their shareholding.

Preference shares

The company has only one class of Preference shares of 6.5% Redeemable Preference shares having par value of Rs.10/- per share. Preference Share holders are not entitled to vote. Preference shares carry a preferential right for repayment in priority to the equity shares to the company but shall not carry any further or other right to participate either in the profits or assets of the company. Preference Shares shall be redeemable on the expiry of 36 months from the date of allotment with an option to the company / the holder of preference share(s) to redeem the same earlier but not before the expiry of 2 years from the date of allotment.

(c) Details of shares held by shareholders holding more than 5% shares in the company

Name of the shareholder	As at 31 March 2012		As at 31 March 2011	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
Equity shares of Rs.10 each fully paid				
Eastward Exim & Shipping Pte. Ltd	161,500	12.43	161500	12.43
Deepsea Fisheries Management Ltd	161,225	12.41	161225	12.41
Top Fortune Marine International Ltd	121,775	9.37	121775	9.37
Haribabu Kambampati	97,700	7.52	97700	7.52
TVR Estates & Resorts Pvt Ltd	84,911	6.53	84911	6.53
Total	627,111	48.26	627111	48.26
Preference Shares of Rs.10 each fully paid				
Balaji Seafoods Ltd.	900,000	69.23	900000	69.23
Coastal Developers Pvt. Ltd	400,000	30.77	400000	30.77
Total	1,300,000	100.00	1300000	100.00

COASTAL CORPORATION LIMITED

Note No.3 : Reserves and surplus

Particulars	As at 31.03.12 (Rs)	As at 31.03.11 (Rs)
a) Security premium account		
Opening Balance	4,695,000	4,695,000
Closing Balance	4,695,000	4,695,000
b) General reserve		
Opening Balance	696,692	696,692
Add: Transfer from Statement of Profit & Loss	10,000,000	-
Closing Balance	10,696,692	696,692
c) Surplus in the Statement of Profit and Loss		
Opening balance	37,068,802	17,273,766
Add: Profit for the current year	46,932,265	19,795,036
Less: Transfer to General Reserve	84,001,067 10,000,000	37,068,802 -
Net surplus in the statement of profit and loss	74,001,067	37,068,802
Total reserves and surplus (a+b+c)	89,392,759	42,460,494

COASTAL CORPORATION LIMITED

Particulars	Non-current liability		Current liability	
	As at 31.03.2012 (Rs)	As at 31.03.2011 (Rs)	As at 31.03.2012 (Rs)	As at 31.03.2011 (Rs)
Note No. 4 : Long Term Borrowings				
Term loans from Banks (Secured)				
a) Term Loan from Bank of India (Ref.note 5a)	64,359,921	-	5,356,000	3,221,461
Other loans from Bank (secured)				
b) Secured loan from Bank of India - Car (Ref.nde 5b)	488,626	-	81,442	-
c) Secured loan from Bank of India - Trucks	-	-	-	1,415,459
d) Secured loan from Bank of India - Car (Ref.note 5c)	237,038	-	200,147	-
e) Secured loan from Tata Motors Finance Ltd - Trucks(Ref. Note 5d)	9,042,607	-	7,551,600	-
f) Secured loan from Bank of India - Car (Ref.note 5e)	-	114,729	114,729	152,062
g) Secured loan from HDFC Bank Ltd - Car (Ref.note 5f)	157,980	330,636	172,656	155,894
h) Secured loan from ICICI Bank Ltd - Car	-	-	-	21,565
Note: 5a. Term Loan from Bank of India secured on hypothecation of stocks and other movable assets, export letters of credit from prime banks, equitable mortgage of land, buildings, plant & Machinery belonging to the company and also on collateral security of lands and buildings of 3 Directors and also guranted by the directors and their associated companies				
Note: 5b. Car Loan secured on hypothication of car repayble h 60 installements - No defaults in repayments				
Note: 5c and 5e. Car Loans secured on hypothication of car repayblein 36 installements - No defaults in repayments				
Note: 5d. Trucks Loan secured on hypothication of trucks repayble in 36 installements - No defaults in repayments A sum of Rs. 13476574/- was disclosed under Other current liabilities(ref.note.8)				
Net amount	74,286,172	445,365	13,476,574	4,966,441
Note No.5 : Other Long-Term Liabilities				
Trade payables				
Others	960,262	1,184,559	-	-
	234,959	234,959	-	-
Total	1,195,221	1,419,518	-	-

COASTAL CORPORATION LIMITED

Particulars	Non-current liability As at 31.03.2012 (Rs)	Non-current liability As at 31.03.2011 (Rs)	Current liability As at 31.03.2012 (Rs)	Current liability As at 31.03.2011 (Rs)
Note No. 6 : Short - Term Borrowings				
Packing credit from Bank of India (secured)				
Packing Credit from Bank of India secured on hypothecation of stocks and other movable assets, export letters of credit from prime banks, equitable mortgage of land, buildings, plant & Machinery belonging to the company and also on collateral security of lands and buildings of 3 Directors and also guaranteed by the directors and their associated companies			149,898,678	117,496,361
Total	-	-	149,898,678	117,496,361
Note No. 7: Trade Payables				
Trade payables	-	-	16,886,201	29,198,626
Note No.8: Other Current Liabilities				
Current liabilities / maturities of long-term borrowings	-	-	13,476,574	4,966,441
Other liabilities - Capital works	-	-	10,812,696	-
Others payables	-	-	1,326,995	5,599,902
Statutory payables	-	-	2,146,180	1,688,960
Creditors for Expenses	-	-	418,339	598,415
Total	-	-	28,180,784	12,853,718
Note No.9 :Short Term Provisions				
Other short term provisions				
Provision for Tax	-	-	1,040,497	-
Provision for Expenses	-	-	1,188,489	353,005
Provision for Doubtble Adv	-	-	367,620	367,620
Provision for MAT	-	-	-	1,315,456
Total	-	-	2,596,606	2,036,081

COASTAL CORPORATION LIMITED

Note No. 10 : FIXED ASSETS

Particulars	Gross Block		Accumulated Depreciation			Net Block	
	As at 01.04.2011	As at 31.03.12	As at 01.04.2011	Depreciation for the year	As at 31.03.12	As at 31.03.2011	As at 31.03.2012
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
a							
Tangible Assets							
Land	7,426,871	29,770,116			-	7,426,871	29,770,116
Buildings	23,997,834	23,697,834	5,229,567	603,759	5,833,326	18,766,267	17,864,508
Plant and Equipment	38,445,755	38,892,538	15,199,995	1,355,430	16,555,425	23,245,760	22,337,113
Furniture and Fixtures	4,025,313	4,252,973	2,799,167	185,837	2,985,004	1,226,146	1,267,969
Vehicles	4,959,345	27,710,511	2,708,690	2,461,736	5,170,426	2,250,855	22,540,085
Office equipment	3,315,542	3,361,742	2,308,512	158,138	2,464,650	1,009,030	897,092
Roads	406,473	406,473	217,216	13,576	230,792	189,257	175,681
Computers	754,385	807,435	717,976	41,740	759,716	36,409	47,719
Total	83,331,518	128,899,622	29,179,123	4,820,216	33,999,339	54,152,395	94,900,283
b							
Intangible Assets							
Computer Software	46,450	46,450	20,180	9,290	29,470	26,270	16,980
Total	46,450	46,450	20,180	9,290	29,470	26,270	16,980
c							
Capital WIP							
Total	3,080,603	93,643,197	-	-	-	3,080,603	93,643,197
Grand Total	86,458,571	222,589,269	29,199,303	4,829,506	34,028,809	57,259,268	188,560,460
Previous Year	79,686,159	83,377,968	25,481,395	3,717,908	29,199,303	54,178,665	53,845,566

COASTAL CORPORATION LIMITED
Note No. 11 :Long Term Loans and Advances

Particulars	Non-current		Current	
	As at (Rs)	As at 31.03.11 (Rs)	As at 31.03.12 (Rs)	As at 31.03.11 (Rs)
Advances against Capital Works				
Unsecured, considered good		998,290	10,241,400	
	-	998,290	10,241,400	-
Security deposits				
Unsecured, considered good	2,452,968	1,889,358	-	
	2,452,968	1,889,358	-	-
Loan and advances to related parties				
(Unsecured, considered good)	9,082,707	-		-
Advances recoverable in cash or kind				
(Unsecured, considered good)	2,576,262	2,522,702	8,563,090	1,670,056
Export Benefits Receivables		355,929	22,805,301	37,035,670
	11,658,969	2,878,631	31,368,391	38,705,726
Other loans and advances				
Prepaid expenses		95,132	538,227	
Advances to employees		330,231	350,568	
	0	425,363	888,795	
Grand Total	14,111,937	6,191,642	42,498,586	38,705,726

Note : A sum of Rs.4,24,98,586/- was shown under current loans and advances

COASTAL CORPORATION LIMITED

Particulars	Non-current		Current	
	As at 31.03.12 (Rs)	As at 31.03.11 (Rs)	As at 31.03.12 (Rs)	As at 31.03.11 (Rs)
Note no. 12: Other Non Current Assets				
Fixed Deposits with Banks				
	14,513,744	898,675		
Note No.13: Inventories				
Inventories (valued at lower of cost and net realizable value)				
Finished goods (refer note 21)			98,054,256	63,160,353
Stores and spares			4,854,159	2,818,398
	0	0	102,908,416	65,978,751
Note No.14: Trade receivables and other assets				
Trade receivables				
Outstanding for a period exceeding six months from the date they are due for payment, unsecured considered good				
Sale of Goods	-	-	-	-
			14,331,419	24,548,572
	0	0	14,331,419	24,548,572
Due for more than 6 months Rs.5,67,452/- Others, considered good Rs.1,37,63,967/-				
Note No.15: Cash and Cash Equivalents				
Cash and cash equivalents				
Balances with banks:				
- On current accounts				
Cash on hand			12,360,758	30,933,448
			135,909	113,881
	0		12,496,667	31,047,329
Other bank balances				
- Deposits with original maturity for more than 12 months	14,513,744	898,675		
	14,513,744	898,675		
Amount disclosed under Other non-current assets (note 12)	14,513,744	898,675		

COASTAL CORPORATION LIMITED

Particulars	For the Year ended 31.03.12	For the Year ended 31.03.11
Note No.16 Revenue from Operations		
Revenue from operations		
Sale of products (Shrimp):	694,618,368	340,634,576
Finished goods		
Sale of services - Processing Charges	320,371	6,281,289
Total	694,938,739	346,915,865
Detail of products sold		
Sale of Finished goods		
Shrimp	694,618,368	336,848,576
HDPE Innoplus	-	3,786,000
Total	694,618,368	340,634,576
Note No.17 Other Operating Income		
Export Benefits	65,147,336	45,377,374
Note No. 18 Other income		
Interest on Bank deposits	349,789	123,211
Interest from Others	414,997	-
Income from Toll plaza	708,000	168,000
Total	1,472,786	291,211

COASTAL CORPORATION LIMITED

Particulars	For the Year ended 31.03.12	For the Year ended 31.03.11
Note No. 19 : Cost of Material consumed		
Inventory at the beginning of the year	-	-
Add: Purchases	540,672,309	294,137,901
Less: inventory at the end of the year	540,672,309	294,137,901
	-	-
Cost of raw material and components consumed	540,672,309	294,137,901
Note No. 20 : Processing & Shipment Expenses		
Procurement Expenses	2,827,364	1,310,843
Cold Storage Charges	6,145,407	995,094
Peeling Charges	3,454,175	1,945,582
Plant Electricity Charges	8,543,499	7,326,863
processing Charges	15,275,532	9,153,554
Plant Maintenance	13,746,724	6,422,826
Plant Other Expenses	2,501,444	2,491,481
Agricultural Market Cess	1,857,429	813,460
Antidumping Fee	3,465,549	1,215,745
Chemicals	4,943,625	3,601,738
Commission	4,986,769	3,048,686
ECGC Fees	1,528,098	760,144
Freight Charges	16,909,000	11,464,838
Ice Purchases	3,011,615	1,635,360
Monitoring Fee	1,341,000	805,471
Packing & Stocking	18,042,615	9,322,109
Shipment Expenses	1,874,122	967,010
Stock Insurance	5,724,975	2,164,923
Testing charges	1,535,716	881,003
THC & DOC Charges	2,695,790	1,249,387
Truck Rep & Maintenance	6,742,636	2,899,310
Transportation Expenses	3,439,846	1,211,064
Total	130,592,930	71,686,491

COASTAL CORPORATION LIMITED

Particulars	For the Year ended 31-Mar-12	For the Year ended 31-Mar-11
Note No. 21 : (Increase)/ decrease in inventories		
Inventories at the end of the year		
Finished goods	98,054,256	63,160,353
	98,054,256	63,160,353
Inventories at the beginning of the year	-	-
Finished goods	63,160,353	44,518,860
	63,160,353	44,518,860
Total	(34,893,903)	(18,641,493)
Note No. 22 : Employee benefits expense		
Salaries, wages and bonus	12,332,287	7,979,154
Contribution to provident and other funds	462,449	440,316
Gratuity expense	834,544	12,330
Staff welfare expenses	1,316,442	793,674
Total	14,945,722	9,225,474
Note No. 23 : Finance costs		
Interest to Bank	27,290,445	12,307,535
Bank charges	1,784,926	1,061,185
Total	29,075,371	13,368,720

COASTAL CORPORATION LIMITED
Note No.24: Other Expenses

Particulars	For the Year ended 31.03.12	For the Year ended 31.03.11
Audit Fee *	100,000	55,000
Directors Travelling Expenses	1,118,961	473,345
Insurance	284,999	107,584
Rent ,Rate & Taxes	352,008	224,261
Stock Exchange Listing Fee	438,995	-
Sales Tax	-	384,771
Telex & telephone	390,429	334,307
Travelling Expenses	463,367	192,110
Custom Duty - Kolkatta	-	696,738
Miscellaneous Expenses	962,440	808,757
Professional Charges	1,881,950	745,446
Electricity Charges	91,650	68,101
Postage & Telegrams	124,265	109,682
Total	6,209,064	4,200,102
*Details of Payments to Auditors		
As Auditor		
Audit Fee	70,000	40,000
Tax Audit Fee	15,000	15,000
Taxation Matters	15,000	-
Total	100,000	55,000

COASTAL CORPORATION LIMITED

Note	Particulars	Unit	2011-2012	2010-2011
25	Contingent liabilities/claims not provided for :			
	Unexpired Bank Guarantees on account of SBLC for USD \$ 100000	Rs.	50.00 Lakhs	69.15 Lakhs
26	Estimated amount of contracts remaining to be executed on account of Capital works	Rs.	500.00 Lakhs	970.00 Lakhs
27	Opening Stock :			
	ii) Value of Shrimp	Rs.	63,160,353	44,518,860
	Closing Stock :			
	Value of Shrimp	Rs.	98,054,256	63,160,353
28	Expenditure incurred in foreign currency :			
	Imported Spares(including for Capital goods)	Rs.	20,761,660	NIL
	Travelling Expenses	Rs.	288,462	NIL
	Antidumping Fee	Rs.	3,465,549	1,215,745
	Marine Rejection Insurance	Rs.	5,518,512	2,040,411
	Export Claims	Rs.	128,582	225,026
	Commission	Rs.	215,472	736,183
	Earnings in Foreign Exchange(FOB)	Rs.	677,709,368	325,383,738
29	Details of Remuneration to Whole-time Directors :			
	Sri T. Valsaraj, Managing Director			
	i) Salary	Rs.	720,000	240,000
	ii) Allowances	Rs.	-	-
	Sri G.V.V.Satyanarayana			
	i) Salary		600,000	-
	ii) Allowances		-	-
30	Donations included in Other expenses	Rs.	30,000	20,000
31	The Company has not made any Provision towards leave encashment.			
32	Confirmation of balances in case of Debtors and Creditors have not been received.			

- 33 In compliance with the Accounting Standard relating to "Accounting for taxes on income" (AS22) issued by the Institute of Chartered Accountants of India the Company has provided deferred tax liability of Rs.2,75,829/- on account of timing difference in the method of depreciation adopted.

Deferred Tax liability as on 1.4.11	2,575,696
Current tax liability as on 1.4.11	<u>814,892</u>
	3,390,588
Less : Deferred Tax Asset as on 1.4.11	<u>2,448,751</u>
	941,837
Deferred tax liability provided during the year	<u>275,829</u>
Deferred tax liability as on 31.03.2012	<u>1,217,666</u>

34 Accounting Standard - 18 -- Related Party Disclosure

- (i) Names of related parties and description of relationship

Key Management Personnel

- (a) Sri T. Valsaraj - Key Management Personnel
(b) Sri. G.V.V.Satyanarayana- Key Management Personnel

Enterprises in which KMP or Relatives having significant influence

- (a) M/s.T.V.R.Estates and Resorts Pvt. Ltd. - As sociate Company
(b) M/s.Balaji Seafoods Ltd. - Associate Company
(c) M/s.Coastal Developers Pvt. Ltd. - Associate Company
(d) M/s. Sai Sreekara Realtors & Fisheries - Associate Firm
(e) M/s. Snehadara Consultants - Associate Firm

COASTAL CORPORATION LIMITED

II Transactions during the year with related parties

(Rs.in lakhs)

Sl.No.	Name of the Party	Relationship	Nature of transaction	Amount Rs.	Balance outstanding on 31.3.12
1)	Sri T. Valsaraj	Managing Director	Remuneration Advance for Exp	7.20	
2)	M/s.T.V.R.Estates and Resorts Pvt. Ltd.	Associate Company	Amount Received/Paid	16.00(DR)	0.17(DR)
3)	M/s.Balaji Seafoods Ltd.	Associate Company	Amount Received/Paid Interest debited	0	3.02 (CR)
4)	Coastal Developers Pvt. Ltd	Associate Company	Amount Received/Paid Interest debited	114.13 Dr	79.73(DR)
5)	Snehadara Consultants	Associate Firm	Amount Received/Paid	3.03	
6)	Sai Srekara Realtors & Fisheries	Associate Firm	Amount Received/Paid	12.40 Dr	11.09(DR)
7)	Sri G.V.V.Satyanarayana	Finance Director	Remuneration	0.7	

35 Interest on calls-in-arrears has not been provided in the accounts. Notices have been issued for forfeiture of shares.

36 Previous years figures have been regrouped where ever necessary.

Signatures to Notes to Financial Statements

sd/-
(T.VALSARAJ)
Managing Director

sd/-
(G.V.V.SATYANARAYANA)
(Director - Finance)

sd/-
(V.V.S.BHAGAVAN)
Chartered Accountant
M.No. 008571

Place : Visakhapatnam
Date : 31.08.2012

COASTAL CORPORATION LIMITED

Cash Flow Statement for the Year Ended 31.03.2012

(Rs.in Lakhs)

PARTICULARS	Year Ended 31.03.2012	Year Ended 31.03.2011
A CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit/(Loss) Before Tax	701.24	148.89
Adjustment for :		
Depreciation and amortization Expenses	48.29	37.18
Interest and Finance Charges	290.75	133.69
Profit/Loss on Sale of Assets	-	(0.50)
Interest on deposits / IT Refund	-	(1.23)
Interest Income	(14.73)	-
	<hr/> 1,025.55	<hr/> 318.03
Operating Profit Before Working Capital Changes		
Changes in Working Capital	-	-
(Increase)/Decrease in Inventories	(369.29)	(193.82)
(Increase)/Decrease in Trade Receivables	102.17	(136.90)
(Increase)/Decrease in Other Receivables		(236.43)
(Increase)/Decrease in Short Term Loans and Advances	(37.93)	-
(Increase)/Decrease in Long Term Loans and Advances	(79.20)	(74.73)
(Increase)/Decrease in Other Current Assets (FDs)	(136.15)	(8.99)
(Increase)/Decrease in Trade Payables	(123.12)	-
(Increase)/Decrease in Other Current Liabilities	158.87	267.65
(Increase)/Decrease in Long Term Provisions	-	-
Cash Generated from Operations	<hr/> (484.65)	<hr/> (383.22)
Direct Taxes/ MAT Paid (Net)	(149.27)	79.89
Cash Flow before Prior period Items	<hr/> 391.63	<hr/> 14.70
Prior Year Income/(Expenditure)	0.03	-
Net Cash Flow from Operating Activity	<hr/> 391.60	<hr/> 14.70

COASTAL CORPORATION LIMITED

PARTICULARS	Year Ended 31.03.2012	Year Ended 31.03.2011
B CASH FLOW FROM INVESTING ACTIVITIES	391.60	14.70
Inflow / (Outflow)	-	-
Interest Received	14.73	1.23
Purchase of Fixed Assets	(455.68)	(40.50)
(Increase) / Decrease in Capital Work In Progress	(905.63)	(28.88)
Sale of Fixed Assets	-	0.50
	<hr/>	<hr/>
Net Cash Flow from Investing Activities	(1,346.58)	(67.65)
C CASH FLOW FROM FINANCING ACTIVITIES	-	-
Inflow / (Outflow)	-	-
Dividend Paid (Including Dividend Tax)	-	-
Proceeds from Long Term Borrowings	738.41	(34.66)
(Increase)/Decrease in Other Long Term Liabilities	(2.24)	-
Interest Paid	(290.75)	(133.69)
Previous Year Expenditure/taxes	-	(0.83)
Sundry Credit /Debit Balances Written off	-	(39.31)
Increase/ (Decrease) in Packing Credit Utilization	324.02	526.08
Net Cash Flow from Financing Activities	769.44	317.59
	<hr/>	<hr/>
D NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS :	(185.54)	264.64
Cash and Cash Equivalents as at the commencement of the Year	310.47	45.83
	<hr/>	<hr/>
Cash and Cash Equivalents as at the close of the year	124.93	310.47

For and on behalf of the Board

sd/-

T.VALSARAJ
Managing
Director

Date : 31.08.2012

Place: Visakhapatnam

I have verified the above Cash Flow Statement of Ms. COASTAL CORPORATION LIMITED derived from Audited Financial Statements for the year Ended 31st March 2012 and found the same in accordance therewith and also with the requirement of clause 32 of the Listing Agreement with Stock Exchanges.

sd/-

(V.V.S.BHAGAVAN)
Chartered Accountant
M.No.008571

Place : Visakhapatnam (C)
Date: 31.08.2012

COASTAL CORPORATION LIMITED**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE****I. REGISTRATION DETAILS**

Registration No. : 3047
State Code : 01
Balance Sheet Date : 31.03.2012

II. CAPITAL RAISED DURING THE YEAR : NIL**III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS**

Total Liabilities	Amount in Rs.	Total Assets	Amount in Rs.
SOURCE OF FUNDS	38,94,21,229	APPLICATION OF FUNDS	38,94,21,229
Paid-up Capital	2,57,67,142	Net Fixed Assets	9,49,17,263
Reserves and Surplus	8,93,92,759	Capital Work in Progress	9,36,43,197
Non-Current Liabilities	7,66,99,059	Non-Current Assets	2,86,25,681
Current Liabilities	19,75,62,269	Current Assets	17,22,35,088

IV. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY (as per Monetary Terms)

1. Item Code No. (ITC Code)
030613.01

Product Description
Frozen Prawns

For **COASTAL CORPORATION LIMITED**

Per our Report of even date annexed.

Sd/-
(T.VALSARAJ)
Managing Director

Sd/-
(V.V.S.BHAGAVAN)
Chartered Accountant

Place : Visakhapatnam
Date : 31.08.2012

COASTAL CORPORATION LIMITED

15-1-37/3, Nowroji Road, Maharanipecta, Visakhapatnam - 530 002, A.P. India.

PROXY FORM

I/We in the
District of being a member(s) of
Coastal Corporation Limited hereby appoint.....of
District ofin the
him/herof failing
in the District ofas my/our Proxy to vote for me/us on my/our behalf at the
Thirty First Annual General Meeting of the company to be held on Saturday, the 29th
September, 2012 at 10.30 A.M. and at any adjournment thereof. Signed this.....day
of2012.

Members(s) Folio Number.....

No. of Shares held.....

NOTES

SIGNATURE

1. Every instrument of Proxy should contain proper identification of non-member proxy holder be verification of his specimen signature on the proxy by the members concerned.
2. The Proxy form duly completed must be deposited at the Registered Office of the Company not less than 48 hours before the time of holding the meeting.

COASTAL CORPORATION LIMITED

15-1-37/3, Nowroji Road, Maharanipecta, Visakhapatnam - 530 002, A.P. India.

ATTENDANCE SLIP

Thirty First Annual General Meeting on the 29th day of September, 2012 at 10.30 A.M.

Full name of the Member attending the meeting
First Holder/Joint Holder/Proxy (strike of whichever is not applicable) Member's Register
Folio Number..... Name of
Proxy (in Full & Block Letters) (if Proxy attends instead of the member)
..... No. of shares
held.....

I hereby record my presence at the Thirty First Annual General Meeting at D.No.6-42,
Marikavalasa, Visakhapatnam-530041 on 29th day of September, 2012 at 10-30 A.M.

Member / Proxy's Signature

PRINTED MATTER - BOOK POST

If undelivered please return to :

Coastal Corporation Limited
Regd. Office : 15-1-37/3, Nowroji Road,
Maharanipeta, Visakhapatnam - 530 002.
Andhra Pradesh, India.