

## **M.G.SHAH & ASSOCIATES**

Chartered Accountants  
A 303, Shaheen Chambers,  
Off J P Road, Andheri West,  
Mumbai – 400058, India

### **INDEPENDENT AUDITOR'S REPORT**

**To the Members of Gammon Transmission Limited  
(Formerly SAE Transmission India Limited)**

#### **Report on the Standalone Ind AS Financial Statements**

We have audited the accompanying standalone Ind AS financial statements of **Gammon Transmission Limited** ("the Company"), which comprises the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Cash Flow and Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Standalone Ind AS Financial Statement").

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Standalone Ind AS Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) specified under Section 133 of the Act, read with relevant rules thereon.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records relevant to the preparation and presentation of the Standalone Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these Standalone Ind AS Financial Statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Standalone Ind AS Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Standalone Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal





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financial control relevant to the Company's preparation of the Standalone Ind AS Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Board of Directors, as well as evaluating the overall presentation of the Standalone Ind AS Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Ind AS Financial Statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Ind AS Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs of the Company as at March 31, 2018, its financial performance including other comprehensive income, its cash flows and the statement of changes in equity for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters Specified in paragraphs 3 and 4 of the said Order.
2. As required by section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account
  - (d) In our opinion, the aforesaid Standalone Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules thereon.
  - (e) On the basis of written representations received from the directors as on March 31, 2018 and taken on record by the Board of Directors, One of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of section 164(2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone Ind AS Financial Statement.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.



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- iii. There are no delays in payment of amounts to the Investor Education and Protection Fund during the year.

For M.G.SHAH & ASSOCIATES  
*Chartered Accountants*  
FRN NO.112561W



**ASHOK SHAH**

Partner

M.No. 16657

Place : Mumbai

Dated : August 02, 2018



**M.G.SHAH & ASSOCIATES**

Chartered Accountants  
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Off J P Road, Andheri West,  
Mumbai – 400058, India

**Annexure “A” to the Independent Auditors’ Report**

**(Referred to under “Report on other Legal and Regulatory Requirements” section of our Report of even date on the Standalone Ind AS Financial Statements of Gammon Transmission Limited for the year ended on 31<sup>st</sup> March, 2018)**

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

1. The Company has no fixed assets and hence, the provisions of clause 3(i)(a) and (b) of the Companies (Auditor’s Report) Order, 2016 are not applicable to the Company.
2. The Company has no inventories and also no purchases and sales of goods during the year and therefore, provisions of clause 3(ii)(a) to (c) of the Companies (Auditor’s Report) Order, 2016 are not applicable to the Company.
3. In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the Register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and hence, the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Rules framed thereunder are not applicable to the Company.
6. In our opinion and according to the information and explanations given to us, the Company is not required to maintain cost records under Section 148(1) of the Companies Act, 2013 and hence, the provision of clause 3(vi) of the Order is not applicable to the Company.
7. (a) According to the records of the Company and the information and explanations given to us, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees’ State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues applicable to it with the appropriate authorities during the year. According to the information and explanations given to us, there were no undisputed arrears of outstanding



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statutory dues as at March 31, 2018 for a period of more than six months from the date they became payable except **Profession Tax Rs.7500/-**.

- (b) According to the information and explanation given to us, there were no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax or cess which have not been deposited on account of any dispute.
8. In our opinion and according to the information and explanations given to us, and based on the records of the Company, the Company has not defaulted in repayment of loan or borrowing to a financial institution, bank, government or dues to debenture holders.
9. According to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer during the year and the term loans were used for the purposes for which those were raised.
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and or any fraud on the Company by its officers or employees has been noticed or reported during the year.
11. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not paid/provided managerial remuneration during the year and therefore, the provisions of clause 3(xi) of the Order are not applicable to the Company.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company and hence, the provisions of clause 3(xii) of the Order are not applicable to the Company.
13. In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details thereof have been disclosed in the Standalone Ind AS Financial Statements as required by the applicable accounting standards.
14. According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, the provisions of clause 3 (xiv) of the Order are not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. And hence, the provisions of clause 3 (xv) of the Order are not applicable to the Company.




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16. In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and hence, the provisions of clause 3 (xvi) of the Order are not applicable to the Company.

For M. G. SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FIRM REGISTRATION NO. 112561W

  
(ASHOK SHAH)  
PARTNER  
M. No. 016657



Place : Mumbai.

Date : August 02, 2018



## **M.G.SHAH & ASSOCIATES**

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### **Annexure “B” to the Independent Auditors’ Report**

(Referred to under “Report on other Legal and Regulatory Requirements” section of our Report of even date on the Standalone Ind AS Financial Statements of Gammon Transmission Limited for the year ended on 31<sup>st</sup> March, 2018)

#### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of Gammon Transmission Limited (“the Company”) as of March 31, 2018 in conjunction with our audit of the Standalone Ind AS Financial Statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (“ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing, issued by ICAI and deemed to be



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prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

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### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal





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financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India

For M. G. SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FIRM REGISTRATION NO. 112561W

  
(ASHOK SHAH)  
PARTNER  
M. No. 016657



Place : Mumbai.

Date : August 02, 2018

**Gammon Transmission Limited**  
(Formerly Known As SAE Transmission India Limited)  
CIN: U45204MH2009PLC1958888  
Balance Sheet as at March 31, 2018

(All figures in Indian Rupees in Hundred '100' unless otherwise stated)

Particulars	Note Ref	As at 31/Mar/18 Rs.	As at 31/Mar/17 Rs.
<b>ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Property, Plant and Equipment		-	-
(b) Capital Work-in-Progress		-	-
(c) Investment Property		-	-
(d) Goodwill		-	-
(e) Other Intangible assets		-	-
(f) Intangible Assets Under Development		-	-
(g) Biological Assets other than bearer plants		-	-
(h) Financial Assets		-	-
(i) Investments		-	-
(ii) Trade receivables	1	-	4,729.44
(iii) Loans		-	-
(iv) Others	2	20,327.48	18,267.77
(i) Deferred tax assets (Net)		-	-
(j) Other Non-current assets		-	-
		<u>20,327.49</u>	<u>22,997.22</u>
<b>(2) Current Assets</b>			
(a) Inventories		-	-
(b) Financial Assets		-	-
(i) Investments		-	-
(ii) Trade receivables		-	-
(iii) Cash and cash equivalents	3	33,471.52	33,474.46
(iv) Bank balances other than (iii) above		-	-
(v) Loans	4	-	-
(vi) Others	5	11,637.24	11,637.24
(c) Current Tax Assets (Net)		-	-
(d) Other current assets		-	-
		<u>45,108.75</u>	<u>45,111.69</u>
<b>Total Assets</b>		<u><b>65,436.24</b></u>	<u><b>68,108.92</b></u>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share capital	6	5,000.00	5,000.00
(b) Other Equity	7	43,414.16	45,489.76
		<u>48,414.16</u>	<u>50,489.76</u>
<b>Liabilities</b>			
<b>(1) Non-current liabilities</b>			
(a) Financial Liabilities		-	-
(i) Borrowings		-	-
(ii) Trade payables	8	-	-
(iii) Other financial liabilities		-	-
(b) Provisions		-	-
(c) Deferred tax liabilities (Net)		-	-
(d) Other Non-current liabilities		-	-
<b>(2) Current liabilities</b>			
(a) Financial Liabilities		-	-
(i) Borrowings		-	-
(ii) Trade payables	9	993.53	993.53
(iii) Other financial liabilities	10	16,028.55	625.62
(b) Other current liabilities		-	-
(c) Provisions	11	-	16,000.00
(d) Current Liabilities (Net)		-	-
		<u>17,022.08</u>	<u>17,619.15</u>
<b>Total Equity and Liabilities</b>		<u><b>65,436.24</b></u>	<u><b>68,108.91</b></u>

As per our Report of even date attached.

For M.G.Shah & Associates  
Chartered Accountants  
FRN NO.112561W



*(Signature)*  
Ashok Shah  
Partner  
M.No. 16657

Date: August 02 2018  
Place: Mumbai

For Gammon Transmission Limited



*(Signature)*  
D.C. Bagde  
Director

*(Signature)*  
Chayan Bhattacharjee  
Director



**Gammon Transmission Limited**  
CIN: U45204MH2009PLC1958888

**STATEMENT OF CHANGES IN EQUITY (SOCIE) for the year ended March 31, 2018**

(All figures in Indian Rupees in Hundred '100' unless otherwise stated)

	Equity Share capital (Note 9)	Retained Earning (Note 10)	Total Equity
Opening as on April 1, 2016	5,000.00	-22,980.03	-17,980.03
Total Comprehensive Income during the year	-	685.85	685.85
Prior Period expenses Adjusted in Retained earnings	-	-115.00	-115.00
<b>Total as on 31.03.2017</b>	<b>5,000.00</b>	<b>-22,409.18</b>	<b>-17,409.18</b>

	Equity Share capital	Retained Earning	Total Equity
Opening as on April 1, 2017	5,000.00	-22,409.18	-17,409.18
Total Comprehensive Income during the year	-	-2,075.60	-2,075.60
Prior Period expenses Adjusted in Retained earnings	-	-	-
<b>Total as on 31.03.2018</b>	<b>5,000.00</b>	<b>-24,484.78</b>	<b>-19,484.78</b>



*Shah & Associates*

**Gammon Transmission Limited**  
(Formerly Known As SAE Transmission India Limited)  
CIN: U45204MH2009PLC1958888  
**Statement of Profit and Loss for the year ended March 31, 2018**

(All figures in Indian Rupees in Hundred '100' unless otherwise stated)

Particulars	Note Ref	12 Months ended March 31, 2018	12 Months ended March 31, 2017
I Revenue from Operations:		-	-
II Other Operating Revenue		-	-
III Other Income:	12	-	85,832.78
IV Total Revenue (I + II + III)		-	85,832.78
V Expenses:			
Cost of Materials Consumed		-	-
Changes in inventories of finished goods work-in-progress and stock-in-trade		-	-
Subcontracting Expenses		-	-
Excise Duty		-	-
Foreign Exchange (Gain) / Loss	13	-	628.49
Employee Benefit Expenses		-	-
Finance Cost		-	-
Depreciation & Amortisation		-	-
Other Expenses	14	2,075.60	619.50
Total Expenses		2,075.60	1,247.99
VI Profit Before exceptional and extraordinary items and Tax (IV-V)		-2,075.60	84,584.79
VII Exceptional Items		-	-
VIII Profit Before extraordinary items and Tax (VI-VII)		-2,075.60	84,584.79
IX Extraordinary Items		-	-
X Profit Before Tax (VIII-IX)		-2,075.60	84,584.79
XI Tax Expense		-	16,000.00
1. Current Tax		-	16,000.00
2. MAT Credit Entitlement		-	-
3. Deferred Tax Liability / (asset)		-	-
XI Profit for the period from Continuing		-2,075.60	68,584.79
XII Profit/(Loss) from discontinuing Operations		-	-
XIII Tax Expense of discontinuing Operations		-	-
XIV Profit/(Loss) from Discontinuing		-	-
XII Profit for the period (X-XI)		-2,075.60	68,584.79

**Other comprehensive income**

A Other comprehensive income to be reclassified to profit or loss in subsequent periods

Exchange differences on translation of foreign operations

-

B Net other comprehensive income not to be reclassified to profit or loss in subsequent periods

Re-measurement gains/ (losses) on defined benefit plans (net of Deferred Tax)

-

Total Comprehensive Income

-2,075.60 68,584.79

**Earning Per Equity Share- For Continuing operation**

Basic	-0.00	1.37
Diluted	-0.00	1.37

As per our Report of even date attached.

For M.G.Shah & Associates  
Chartered Accountants  
FRN NO.112561W

For Gammon Transmission Limited



Ashok Shah  
Partner  
M.No. 16657



O.C. Bagde  
Director

Chayan Bhattacharjee  
Director

Date: August 02, 2018  
Place: Mumbai



**Gammon Transmission Limited**  
(Formerly Known As SAE Transmission India Limited)  
CIN: U45204MH2009PLC1958888

Explanatory notes to the standalone financial statements for the year ended March 31, 2018

(All figures in Indian Rupees in Hundred '100' unless otherwise stated)

**1 Non-Current Financial Assets**

**Trade receivables**

	As at 31/03/2018 Rs	As at 31/03/2017 Rs
Project Receivables - Unsecured, considered good		
From Related Parties		
-Transrail Lighting Limited- Associates	-	4,729.44
-Gammon India Limited- Holding company	-	-
	<u>-</u>	<u>4,729.44</u>

No trade receivable are due from directors or other officers of the company or any of them either severally or jointly with any other person or debts due or any trade receivables due from firms or private companies respectively in which any director is a partner, a director or a member.

For terms and conditions of receivables due from related parties - refer Note 21.

**2 Other Financial Assets**

	As at 31/03/2018 Rs	As at 31/03/2017 Rs
Security & EMD Deposits	250.00	250.00
Taxes Paid Net of Provisions	20,077.48	18,017.77
	<u>20,327.48</u>	<u>18,267.77</u>

**Current Financial Assets**

**3 Cash & Cash Equivalents**

	As at 31/03/2018 Rs	As at 31/03/2017 Rs
(i) Balances with banks	33,471.52	33,474.46
(ii) Cash on hand	-	-
Total	<u>33,471.52</u>	<u>33,474.46</u>

**4 Short term Loans and Advances**

	As at 31/03/2018 Rs	As at 31/03/2017 Rs
Unsecured, considered good unless otherwise stated		
Advance to Suppliers-Related parties	-	-
-Transrail Lighting Limited- Associates	-	-
-Gammon India Limited- Holding company	-	-
-Others	-	-
	<u>-</u>	<u>-</u>

No Loan or advances are due from directors or other officers of the company or any of them either severally or jointly with any other person due from firms or private companies respectively in which any director is a partner, a director or a member.

For terms and conditions of advances due from related parties - refer Note 21.

**5 Other Current Financial Assets**

	As at 31/03/2018 Rs	As at 31/03/2017 Rs
Unsecured, considered good unless otherwise stated		
Interest Receivable	-	-
Duties and taxes receivable	11,637.24	11,637.24
	<u>11,637.24</u>	<u>11,637.24</u>

**6 Equity Share Capital**

	As at 31/03/2018	As at 31/03/2017
	Numbers	Numbers
	Amount in Hundreds	Amount in Hundreds
Face Value (in Rs.)		
Class of Shares	Equity Shares	Equity Shares
Authorised Capital	50,000	50,000
Issued, Subscribed and Paid up Capital	50,000	50,000
Issued & Subscribed	50,000	50,000
Paid up	50,000	50,000
Total	<u>50,000</u>	<u>50,000</u>



*Signature*

## Disclosures:

## i) Reconciliation of Shares

Particulars	As at 31/03/2018		As at 31/03/2017	
	Numbers	Amount in Hundreds	Numbers	Amount in Hundreds
Shares outstanding at the beginning of the period	50,000	5,00,000	50,000	5,00,000
Shares outstanding at the end of the period	50,000	5,00,000	50,000	5,00,000

## ii) Details of Shareholding in excess of 5%

Name of Shareholder	As at 31/03/2018		As at 31/03/2017	
	Number of shares held	%	Number of shares held	%
-Gammon India Limited- Holding Company	50,000	100%	50,000	100%

## iii) Rights and obligations of shareholders

As per the records of the Company, including its register of shareholders / members and other declarations, if any, received from shareholders, the shareholding as shown in clause (ii) above represents legal as well as beneficial ownerships of the shares.

## iv) Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10/- each. Each holder of equity share is entitled to one vote per share. The distribution will be in proportion to the number of equity shares held by the shareholders.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

- v) The Statement of Changes in Equity (SOCIE) is given vide statement attached to and forming part of the Financial Statements.

## 7 Other Equity

	As at 31/03/2018		As at 31/03/2017
Retained Earning -Surplus/(Deficit)	43,414.16		45,489.76
Total	43,414.16		45,489.76

Non-current liabilities

## 8 Trade Payables

	As at 31/03/2018		As at 31/03/2017
	Rs		Rs
- Micro Small and Medium Enterprises			-
- Others	-		-
Total	-		-

- a) On the basis of information & documents available with the company, the company has not received any information from vendors under Micro, Small, and Medium Enterprises Development Act, 2006, and therefore, disclosure relating to amounts unpaid as at the year end together with interest paid / payable under the said Act have not been given.
- b) The balances of the trade payables are subject to confirmation and consequent reconciliation, if any.

Current liabilities

## 9 Trade Payables

	As at 31/03/2018		As at 31/03/2017
	Rs		Rs
- Micro Small and Medium Enterprises			-
- Others	993.53		993.53
Total	993.53		993.53

- a) On the basis of information & documents available with the company, the company has not received any information from vendors under Micro, Small, and Medium Enterprises Development Act, 2006, and therefore, disclosure relating to amounts unpaid as at the year end together with interest paid / payable under the said Act have not been given.
- b) The balances of the trade payables are subject to confirmation and consequent reconciliation, if any.

## 10 Other Financial Liabilities

	As at 31/03/2018		As at 31/03/2017
	Rs		Rs
Duties & Taxes	225.00		114.00
Other Liabilities	15,803.55		511.62
Total	16,028.55		625.62



*Signature*



# 11 Provisions

	As at 31/03/2018 Rs	As at 31/03/2017 Rs
Provision for taxation	-	16,000.00
<b>Total</b>	<b>-</b>	<b>16,000.00</b>

# 12 Other Income

Particulars	April'17 to March'18 Rs	April'16 to March'17 Rs
Interest on Income Tax Refund	-	430.17
Sundry Credit Balances written Back	-	85,402.61
Miscellaneous Income	-	-
<b>Total</b>	<b>-</b>	<b>85,832.78</b>

# 13 Foreign Exchange (Gain) / Loss

Particulars	April'17 to March'18 Rs	April'16 to March'17 Rs
Foreign Exchange (Gain) / Loss	-	628.49
<b>Total</b>	<b>-</b>	<b>628.49</b>

# 14 Other Expenses

Particulars	April'17 to March'18 Rs	April'16 to March'17 Rs
Interest on Late payment of Income Tax	3.98	0.75
Late fee for Service Tax	-	200.00
Director Sitting Fees	-	-
ROC Filling Fees	160.48	-
Professional Fees	1,780.00	-
Remuneration to Auditors	-	-
- Audit Fees	118.00	236.00
Other Expenses	13.14	182.75
<b>Total</b>	<b>2,075.60</b>	<b>619.50</b>

# 15 Fair hierarchy

This section explains the judgments and estimates made in determining the fair value of the financial instruments that are (i) recognised and measured at fair value and (ii) measured at amortized cost for which fair value are disclosed.

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

## 1 Recognised and measure at fair value

The Company has not recognised any of the outstanding financial instrument as on March 31, 2018, March 31, 2017

## 2 The carrying value and fair value of financial instruments by categories as at March 31, 2018, March 31, 2017

Particulars	Carrying value		Fair value	
	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
<b>Financial assets</b>				
Loans and advances	-	-	-	-
Trade receivables	-	4,729.44	-	4,729.44
Cash and bank balances	33,471.52	33,474.46	33,471.52	33,474.46
Others	31,964.72	29,905.01	31,964.72	29,905.01
<b>Financial liabilities</b>				
Long term borrowings	-	-	-	-
Short term borrowings	-	-	-	-
Trade payable	993.53	993.53	993.53	993.53
Others	16,028.55	625.62	16,028.55	625.62

The management assessed that fair value of cash and short-term deposits, trade receivables, trade payables, book overdrafts and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments. The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.



*Signature*

**16 Financial risk management objectives and policies**

- The Company's principal financial liabilities comprises of trade and other payables. The main purpose of these financial liabilities is to finance/manage the Company's operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations.
- The Company is exposed to market risk, credit risk and liquidity risk. The Company's management oversees the management of these risks. The Company's management is supported by an appropriate financial risk governance framework for the Company which provides assurance to the Company's management that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and lays down policies for managing each of these risks.

**17 Contingent Liabilities and Commitments**

	Particulars	As at March 31, 2018	As at March 31, 2017	As at March 31, 2016
		Rs.	Rs.	Rs.
<b>A</b>	<b>Contingent Liabilities</b>	-	-	-
<b>B</b>	<b>Commitments</b>	-	-	-

**18 Disclosure as required by Accounting Standard – IND AS 24 - Related Party Disclosure.**

**I Relationships:**

- Gammon India Ltd (GIL) - Holding Company
- SAE Powerlines SRL-Associate
- Transrail Lighting Limited -Associate
- Key Management Personnel and their relatives:
  - Mr. D C Bagde

**II Related Party Transaction with :-**

Particulars	As at 31/03/2018	As at 31/03/2017
<b>a) Transrail Lighting Limited</b>		
i) Advance Outstanding	-	-
ii) Creditor's Outstanding	15,003.45	-
iii) Creditor's Paid/ Adjusted	-	-
iv) Receivables Paid/Adjusted	4,729.44	-
<b>v) Receivables Outstanding</b>	-	4,729.44
<b>b) SAE Powerline SRL Italy</b>		
i) Payable Adjusted	-	47,613.64
ii) Payable Outstanding	-	-

**Terms and conditions of transactions with related parties**

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ended 31 March 2018, the Company has not recorded any impairment of receivables relating to amounts owed by related parties. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

- In the opinion of the Management, Current Assets, and Non-Current Assets other than Fixed Assets have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.
- The Provisions of Payment of Gratuity Act 1972 and The Employees Provident Fund Act 1952 are not applicable to the company.
- The company is in the business of execution of transmission line projects. The company has therefore only one reportable segment.
- Balances of Trade Receivables, Trade Payables, Loans and Advances are as per the Books of Accounts of the company and are subject to confirmation and reconciliation.
- The previous years figures are regrouped / rearranged to conform with those of current year

As per our report of even date attached.

For M.G.Shah & Associates  
Chartered Accountants  
FRN NO.112561W

Ashok Shah  
Partner  
M.No. 16657

Date: August 02 2018  
Place: Mumbai

For Gammon Transmission Limited

D.C.Bagde  
Director

Chayan Bhattacharjee  
Director



**Gammon Transmission Limited**  
(Formerly Known As SAE Transmission India Limited)  
CIN: U45204MH2009PLC1958888  
**Cash Flow Statement for the period ended March 31, 2018**

Particulars	(All figures in Indian Rupees in Hundred '100' unless otherwise stated)	
	12 Months ended March 31, 2018	12 Months ended March 31, 2017
<b>A Cash Flow from operating activities</b>		
Net Profit Before Tax and Extraordinary Items	-2,075.60	84,584.79
Adjustments for :		
Depreciation	-	-
Interest Income	-	-430.17
Interest Expenses	-	-
Provision for Doubtful Debts	-	-
Provision for Doubtful Advances	-	-
Loss on sale of Fixed Assets	-	-
Other Comprehensive Income	-	-
Bad Debts Written off	-	-
	-	-430.17
Operating Profit Before Working Capital Changes	-2,075.60	84,154.62
Trade and Other Receivables	-4,729.44	10,222.62
Inventories	-	-
Trade Payables	597.07	-1,53,872.47
Other Receivables	-	13,270.45
Loan and Advances	-	15,926.27
	-4,132.37	-1,14,453.13
<b>CASH GENERATED FROM THE OPERATIONS</b>	2,056.77	-30,298.51
Direct Taxes Paid	-2,059.71	-2,729.55
<b>Net Cash from Operating Activities</b>	-2.94	-33,028.06
<b>B Cash Flow from investment activities</b>	2,059.71	
Purchase of Fixed Assets	-	-
Interest Received	-	430.17
	-	430.17
<b>Net Cash from Investment Activities</b>	-2.94	-32,597.89
<b>C Cash Flow from financing activities</b>		
Interest Paid	-	-
Other reserves	-	-115.00
Proceeds from Promoter Contribution	-	-
Proceeds from Long Term Borrowings	-	-
Repayment of Long Term Borrowings	-	-
Proceeds from / (Repayment of) Short Term Borrowings	-	-
<b>Net Cash from Financing Activities</b>	-	-115.00
<b>Net Increase in Cash and Cash Equivalents</b>	<u>-2.94</u>	<u>-32,712.89</u>
Balance as at Beginning	33,474.46	66,187.35
Balance as at Closing	<u>33,471.52</u>	<u>33,474.46</u>
<b>Net Increase in Cash and Cash Equivalents</b>	<u>-2.94</u>	<u>-32,712.89</u>
<i>Note: Figure in brackets denote outflows</i>		

As per our Report of even date attached.

For M.G.Shah & Associates  
Chartered Accountants  
FRN NO.112561W

Ashok Shah  
Partner  
M.No. 16657



D.C.Bagde  
Director

For Gammon Transmission Limited

Chayan Bhattacharjee  
Director

Date: August 02 2018  
Place: Mumbai