

TRANSWELD MECHANICAL ENGINEERING WORKS LIMITED

23RD ANNUAL REPORT 2017-18

Board of Directors

Sr. No.	Name of the Director	DIN	Designation
1	Mr. Satyen Mamtora	00139984	Chairman
2	Mr. Mahendra Vyas	00797484	Director
3	Mr. Sureshchandra Agarwal	00889931	Director

Bankers

Axis Bank
Ahmedabad

Auditors

D. R. Thakkar & Co.
Chartered Accountants,
Ahmedabad

Registered office/ Plant

44-C, Ashwamegh Industrial Estate, Sarkhej-Bavla Highway,
Taluka – Sanand, Village - Changodar, Dist.: Ahmedabad, Gujarat – 382 213
CIN: U55101GJ1995PLC026055

CIN No. U55101GJ1995LC026055

44-C, Ashwamegh Industrial Estate, Sarkhej-Bavla Highway, Village : Changodar,
Tal : Sanand, Dist. : Ahmedabad - 382 213. Tele. : 02717 - 645621 Telefax : 02717 - 250622

NOTICE

NOTICE is hereby given that 23rd Annual General Meeting of the Members of Transweld Mechanical Engineering Works Limited will be held on Thursday, 27th day of September, 2018 at 09:30 a.m. at the registered office of the Company situated at 44-C, Ashwamegh Industrial Estate, Sarkhej-Bavla Highway, Taluka - Sanand, Village - Changodar, Dist.: Ahmedabad, Gujarat - 382 213 to transact the following business:

ORDINARY BUSINESS

Item no. 1 - Adoption of financial statements

To consider and adopt the audited financial statement of the Company for the financial year ended on 31st March, 2018 and reports of the Board of Directors and Auditors thereon.

Item no. 2 - Appointment of Director

To appoint a director in place of Mr. Satyen Mamtara (DIN: 00139984), who retire by rotation and being eligible, offer himself for re-appointment.

Item No. 3 - Modification to the resolution relating to Appointment of Statutory Auditors

To consider and if thought fit to pass with or without modification(s), the following resolution as an **Ordinary Resolution**

"RESOLVED THAT pursuant to the amendment to section 139 of the Companies Act, 2013, effective from 7th May, 2018 the consent of members of the company be and is hereby accorded to delete the requirement, seeking ratification of appointment of Statutory auditors, D.R. Thakkar & Co., Chartered Accountants, Ahmedabad, (Firm Registration No.110895W) at every Annual General Meeting, in the 20th Annual General Meeting of the Company."

By Order of the Board of Directors



Satyen Mamtara
Chairman
(DIN: 00139984)

Place: Ahmedabad

Date: 31st July, 2018

Registered Office:

44-C, Ashwamegh Industrial Estate,
Sarkhej-Bavla Highway, Taluka - Sanand,
Village - Changodar, Dist.: Ahmedabad, Gujarat - 382 213

CIN: U55101GJ1995PLC026055

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EXPLANATORY STATEMENTS

The following Explanatory Statements, as required under Section 102 of the Companies Act, 2013, set out all material facts relating to the business the accompanying Notice.

Item No. 2

Mr. Satyen Mamtara, Director, retires by rotation and being eligible offers himself for re-appointment.

Brief resume and nature of expertise:

Mr. Satyen Mamtara aged 44 years holds Diploma in Electrical Engineering, from Uxbridge College of Engineering, London-UK. He has years association with the organization. Mr. Satyen Mamtara is a lifetime member of IEEMA. He is on the Board of your Company from 05/01/2003. Apart from Transweld Mechanical Engineering Company Limited, Mr. Satyen Mamtara is a Director of Transformers and Rectifiers (India) Limited, T&R Jingke Electrical Equipments Private Limited and Vortech Private Limited

Your Director recommends the re-appointment of Mr. Satyen Mamtara as a Director of the Company.

Except Mr. Satyen Mamtara, none of the other Directors, Key Managerial Personnel and their relatives are interested in this resolution.

Item No. 3

The Shareholders had at the 20th Annual General Meeting of the Company held on 4th September, 2015 appointed D.R. Thakkar & Co., Chartered Accountants, Ahmedabad, (Firm Registration No.110895W) to hold the office from the conclusion of this 20th Annual General Meeting till the conclusion of 25th Annual General Meeting of the Company, subject to ratification as to the said appointment at every Annual General Meeting.

Pursuant to the amendment to section 139 of the Companies Act, 2013, effective from 7th May, 2018 the requirement to ratification of appointment of statutory auditors by the members of the company at every AGM was omitted. In view of the above, it is proposed to delete the requirement of seeking ratification of appointment of Statutory Auditors by the members of the company at every AGM, from resolution passed at the 20th AGM held on 4th September, 2015.



MECHANICAL ENGG. WORKS LTD.

The Board recommends the resolution at Item No 3 of the Notice, for deleting the requirement related to ratification of appointment of Statutory Auditors at every AGM, for your approval, as an Ordinary Resolution.

None of the directors or Key Managerial Personnel (KMP) of the Company or their relatives are in any way concerned or interested in the resolution

Notes

- An Explanatory Statement pursuant to section 102 of the Companies Act, 2013 in respect of the business as specified above is annexed herewith
- A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the Company. Proxies in order to be effective must reach the registered office of the Company not less than 48 hours before the scheduled commencement of the meeting. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company.
- A map to reach at the venue of meeting is enclosed at the end of the Annual Report.

CIN No. U55101GJ1995LC026055

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BOARD OF DIRECTORS' REPORT

Dear Members

Your Directors have pleasure in presenting the 23rd Annual Report along with the Audited Accounts of the Company for the year ended on 31st March, 2018.

(In Rs.)		
Particulars	2017-18	2016-17
Net Revenue form Operation	107769630	237600823
Other Income	540670	507772
Total Revenue	108310300	238108595
Cost of Raw Material Consumed	61125344	134561743
(Increase)/Decrease in Stock of Finished Goods and Process Stock	(2373948)	58381
Excise Duty	2883639	28345501
Employee Benefit Expense	3109419	2839296
Finance Cost	117613	147310
Depreciation and Amortization	2851824	2356823
Other Expenses	39733224	56404722
Total Expenses	107447115	224713776
Profit/(Loss) before tax	863185	13394819
Tax Expenses	(531158)	(3927614)
Net Profit after tax	332027	9467205
Other Comprehensive Income/(Expenses)	0	0
Total Comprehensive Income for the year	332027	9467205

Results of Operation

During the financial year 2017-18, the Company has achieved total Revenue of Rs. 1083.10 Lacs as against the previous year Rs. 2381.09 Lacs. The Company earned Profit before Tax of Rs. 8.63 Lacs as against previous year of Rs. 133.95 Lacs and the net Profit after Tax of Rs. 3.32 Lacs as against previous year of Rs. 94.67Lacs.

Dividend

Your directors considered it prudent to conserve the resources of the company to sustain future growth and as such have not recommended any dividend for the year 2017-2018 (Last Year - Nil).

Transfer to Reserves

Your directors have not recommended transfer to the General Reserve. An Amount of Rs. 523.18 Lacs is proposed to be retained in the Statement of Profit and Loss.

Share Capital

The paid up Equity Share Capital as on 31st March, 2018 stood at Rs. 25.00 Lacs. During the year under review, the Company has not issued any share capital.

Directors

Mr. Satyen Mamtara (DIN: 00139984) retires by rotation at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment in accordance with the provisions of the Articles of Association of the company. Further the Board of Directors of the Company comprises of Mr. Satyen Mamtara, Mr. Mahendra Vyas and Mr. Sureshchandra Agarwal

Fixed Deposit

The Company has neither accepted nor invited any deposit from public, falling within the ambit of Section 73 of the Companies Act, 2013 and The Companies (Acceptance of Deposits) Rules, 2014.

Number of the Meetings of the Board

Regular meetings of the Board are held at least once in a quarter to review the quarterly results of the Company.

During the financial year 2017-18, the Board of Directors met Five (5) times i.e. 1st May, 2017, 25th July, 2017, 1st August, 2017 24th November, 2017 and 5th February, 2018.

Number of Board Meetings attended by the Directors during the year

Sr. No.	Name of Director	Designation	No. of Meeting held/ attended
1	Mr. Satyen Mamtara	Director	5/5
2	Mr. Mahendra Vyas	Director	5/5
3	Mr. Sureshchandra Agarwal	Director	5/4

Sexual Harassment of Women at Workplace

There were no incidences of sexual harassment reported during the financial year under review, in terms of the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Risk Management Policy

During the year, your Directors have reviewed the risk that the organisation faces such as financial, credit, market, liquidity, security, property, legal, regulatory, reputational. Your Directors have also reviewed and sees that it manages, monitors and principal risks and the uncertainty that can impact the ability to achieve the objectives.

Internal Financial Control Systems and Their Adequacy

CIN No. U55101GJ1995LC026055

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The Company has an internal control system, commensurate with the size, scale and complexity of its operations. The Internal Audit Department monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies of your company.

Director's Responsibility Statement

As stipulated in Section 134(3) (c) read with sub section 5 of the Companies Act, 2013, Directors subscribe to the "Director's Responsibility Statement", and confirm that:

1. In preparation of annual accounts for the year ended 31st March, 2018, the applicable accounting standards have been followed and that no material departures have been made from the same;
2. The Directors had 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 at the end of the financial year and of the profit or loss of the Company for that year;
3. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. The Directors had prepared the annual accounts for the year ended 31st March, 2018 on going concern basis; and
5. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Holding Company

The Company is wholly owned subsidiary of Transformers and Rectifiers (India) Limited.

Material Changes and Commitment affecting financial position of the Company

There are no material changes and commitments affecting the financial position of the Company which has occurred between the end of financial year of the Company i.e. 31st March, 2018 and the date of Director's Report i.e. 31st July, 2018.

Extract of Annual Return

Pursuant to sub-section 3(a) of Section 134 and sub-section (3) of Section 92 of the Companies Act, 2013 read with Rule 12 of Companies

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(Management and Administration) Rules, 2014 the extract of the Annual Return as at 31st March, 2018 in Form MGT-9 forms part of this Board of Director's Report as **Annexure - 1**.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo

Information relating to Conservation of Energy, Technology Absorption and Foreign Exchange Earning & Outgo required under Section 134 (3) (m) of the Companies Act, 2013 forms part of this Board of Director's Report as **Annexure - 2**.

Contracts or Arrangements with Related Parties

All the related party transactions that were entered during the financial year were in the Ordinary course of business of the Company and were on arm's length basis.

There were no materially significant related party transactions entered by the Company with its Promoters, Directors or other persons which may have potential conflict with the interest of the Company.

The particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013, as prescribed in Form AOC - 2 forms part of this Board of Director's Report as **Annexure - 3**.

Secretarial Standards

Secretarial Standards for the Board and General Meetings (SS-1 & SS-2) are applicable to the Company. The Company has complied with the provisions of both these Secretarial Standards

Particulars regarding Employees

Particulars of employees under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable this year, as there were no employees drawing the remuneration of Rs. 108 Lacs or more, paid in respect of persons employed throughout the financial year or to whom remuneration of Rs. 6.50 lacs or more per month, paid in respect of persons employed for part of the financial year.

Auditors

D.R. Thakkar & Co., Chartered Accountants, Ahmedabad (Firm Registration No. 110895W), was appointed as the Statutory Auditors of the Company, to hold the office from the conclusion of the 20th Annual General Meeting to the conclusion of the 25th Annual General Meeting, subject to ratification of the appointment by the members at every Annual General Meeting.

Pursuant to the amendment to section 139 of the Companies Act, 2013, effective from 7th May, 2018 the requirement to ratification of appointment of statutory auditors by the members of the company at every AGM was omitted. In view of the above, it is proposed to delete the requirement of seeking ratification of appointment of Statutory Auditors by the members of the company at every AGM, from resolution passed at the 20th Annual General Meeting of the Company held on 4th September, 2015.

Auditor's Report

The Auditors' Report on the accounts of the Company for the accounting year ended 31st March, 2018 is self-explanatory and do not call for further explanations or comments that may be treated as adequate compliance of Section 134 of the Companies Act, 2013.

Acknowledgement

The Directors extend their sincere thanks to the Bankers, Central Government and State Government Authorities, Customers, Valued Shareholders, Staff members and all other associated with the Company, for their co-operation, continued support and confidence reposed by them in the Company.

By Order of the Board of Directors



Satyen Mamtora
Chairman
(DIN: 00139984)

Place: Ahmedabad

Date: 31st July, 2018

Registered Office:

44-C, Ashwamegh Industrial Estate,
Sarkhej-Bavla Highway, Taluka - Sanand,
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CIN: U55101GJ1995PLC026055

ANNEXURE - 1

FORM MGT - 9
EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED
ON 31ST MARCH, 2018

[Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. Registration and other details:

1	CIN	U55101GJ1995PLC026055
2	Registration Date	25 th May, 1995
3	Name of the Company	Transweld Mechanical Engineering Works Limited
4	Category / Sub-Category of the Company	Public Limited Company
5	Address of the Registered office and contact details	44-C, Ashwamegh Industrial Estate, Sarkhej-Bavla Highway, Taluka - Sanand, Village - Changodar, Dist.: Ahmedabad, Gujarat - 382 213
6	Whether listed company	No
7	Name, Address and Contact details of Registrar and Transfer Agent, if any	N.A.

II. Principal Business Activities of the Company

Sr. No.	Name and Description of main products / services	NIC Code of the product / service	% of total turnover of the Company
1	Parts' of Transformer	8504	100%

III. Particulars of Holding, Subsidiary and Associate Companies

Sr. No	Name and Address of the Company	CIN/GLN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
1	Transformers and Rectifiers (India) Limited Survey No. 427 P/3-4 and 431 P/1-2, Sarkhej Bavla Highway, Village: Moraiya, Taluka: Sanand, Ahmedabad - 382 213	L33121GJ1994PLC022460	Holding	100 %	Section 2(46)

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IV. Shareholding Pattern

i) Share Holding

The Company is wholly owned subsidiary of Transformers and Rectifiers (India) Limited and Transformers and Rectifiers (India) Limited is holding 2,50,000 Shares in the Company.

ii) Shareholding of Promoters

Transformers and Rectifiers (India) Limited is Promoter of the Company holding 2,50,000 Shares in the Company.

iii) Change in Promoters' Shareholding

There is no change in Shareholding of Promoters

iv) Shareholding pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)

Not Applicable

v) Shareholding of Directors and Key Managerial Personnel

Not Applicable

V. Indebtedness

Indebtedness of the Company including interest outstanding / accrued but not due for payment

(In Rs.)

Particulars	Secured Loan excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i. Principal Amount	1145847	-	-	1145847
ii. Interest due but not paid	-	-	-	-
iii. Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	1145847	-	-	1145847
Change in Indebtedness during the financial year				
• Addition	-	-	-	-
• Reduction	1103568	-	-	1103568
Net Change		-	-	

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Indebtedness at the end of the financial year				
i. Principal Amount	42279	-	-	42279
ii. Interest due but not paid	-	-	-	-
iii. Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	42279	-	-	42279

VI. Remuneration of Directors and Key Managerial Personnel

A. Remuneration to Managing Director, Whole-time Director and/or Manager

Not Applicable

B. Remuneration to other directors

Not Applicable

C. Remuneration to Key Managerial Personnel Other Than MD /Manager /WTD

Not Applicable

VII. Penalties / Punishment / Compounding of Offences

There were no penalties / punishments / compounding of offences for the financial year ended on 31st March, 2018

ANNEXURE - 2**Particulars of Energy Conservation, Technology Absorption and Foreign Exchange Earnings & Outgo required under the Companies (Accounts) Rules, 2014****(A) Conservation of Energy:****i) The steps taken or impact on conservation of energy for 2017-18;**

There were no major steps taken for conservation of energy during the year.

ii) The steps taken by the Company for utilizing alternate sources of energy;

There were no major steps taken for utilizing alternate sources of energy.

iii) The capital investment on energy conservation equipment;

There is no such specific investment done by the Company.

(B) Technology Absorption:

The Company has not taken any technology in particular or entered into any technology agreement during the period. During the year, no further development is done for research.

(C) Foreign Exchange Earnings and Outgo:

The Company has neither earned nor spend any foreign currency, during this financial year as well as in last financial year.

ANNEXURE - 3

Particulars of Contracts/Arrangements made with related parties

Form AOC-2

Form for disclosure of particulars of contracts/ arrangements entered into by the Company with related parties referred to in Sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

[(Pursuant to Clause (h) of Sub-section (3) of Section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014)]

1. Details of contracts or arrangements or transactions not at arm's length basis:

No such transactions were entered during the financial year 2017-18.

2. Details of material contracts or arrangement or transactions at arm's length basis:

The contracts or arrangement or transactions entered with the related parties during the financial year 2017-18 were not material and the same were disclosed in the notes to accounts forming part of the financial statements for the financial year ended 31st March, 2018.

By Order of the Board of Directors



Satyen Mamtora
Chairman
(DIN: 00139984)

Place: Ahmedabad
Date: 31st July, 2018

TRANSWELD MECHANICAL
ENGINEERING WORKS LIMITED
AHMEDABAD

AUDITOR'S REPORT & AUDITED ACCOUNTS

FOR THE YEAR ENDED

31st March, 2018.

INDEPENDENT AUDITOR'S REPORT

TO,

THE MEMBERS OF

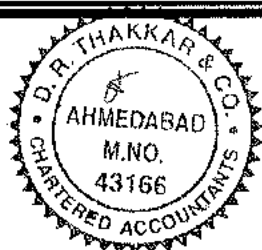
Transweld Mechanical Engineering Works Ltd.

Report on the Financial Statements

We have audited the accompanying Ind AS financial statements of **Transweld Mechanical Engineering Works Limited** ("the Company"), which comprise the Balance Sheet as at **31st March, 2018**, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and Statement of Change in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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 of these Ind AS financial statements that give a true and fair view of the financial position, financial performance and cash flows, comprehensive Income and change in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act read with relevant rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 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 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.

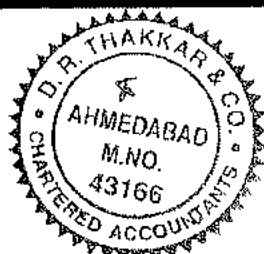
We conducted our audit in accordance with the Ind AS Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the 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 aforesaid Ind AS financial statements give the information required by the Act in the manner



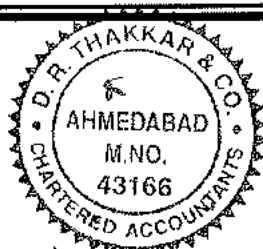
so required and give a true and fair view in conformity with the accounting principles generally accepted in India, including the Ind AS of the state of affairs of the Company as at **31st March, 2018**, and its profit/loss and its cash flows, comprehensive income and change in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) order ,2016 (" the Order") , as amended , issued by the 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 Order.

As required by Section143 (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, the Statement of Profit and Loss, and the Cash Flow Statement and change in Equity dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on **31st March, 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**"
- (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 does not have any pending litigations which would impact its financial position
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place : Ahmedabad
Date : 03rd MAY,2018.



For, D.R. Thakkar & Co.
Chartered Accountants

A handwritten signature in black ink, appearing to read "Dipak R. Thakkar".

[Dipak R. Thakkar]
PROPRIETOR
M.NO. 43166
Firm Regn.No. 110895W

Transweld Mechanical Engineering Works Limited

Annexure ' A ' to the Auditor's Report

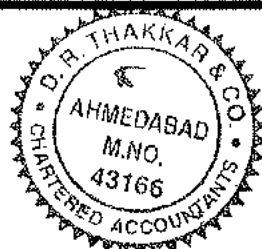
On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.

(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.

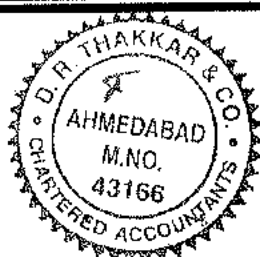
(c) All the immovable properties are in the name of the company .
2. (a) The management has conducted the physical verification of inventory at reasonable intervals.

(b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
3. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii (a), iii (b) and iii (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.



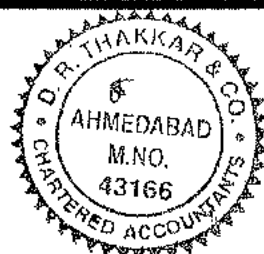
5. The Company has not accepted any deposits from the public , Therefore compliance to directives issued by the Reserve Bank of India and the Provision of section 73 to 76 or any other relevant provision of the Companies Act,2013 and the rules framed there under are not applicable to the company.
6. As informed to us the company is not required to maintain the cost records pursuant to rules made by the Central Government for the maintenance of cost records under section 148 (1) of the Companies Act
7. (a) According to the records of the company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value added tax, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there is no amounts payable in respect of income tax, sales tax, wealth tax, service tax, , customs duty excise duty , value added tax or cess which have not been deposited on account of any disputes.
8. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
9. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans.



Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

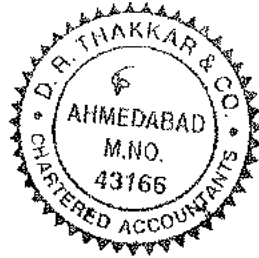
10. Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
11. No Managerial Remuneration has been provided by the Company, during the year , Accordingly provisions of Clause 3(xi) of the Order are not applicable to the company and hence not commented upon.
12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act,2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
15. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence



not commented upon.

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

Place : Ahmedabad
Date : 03rd May, 2018.



For, D.R. Thakkar & Co.
Chartered Accountants

A handwritten signature in black ink, appearing to read "Dipak R. Thakkar".

[Dipak R. Thakkar]
PROPRIETOR
M.NO. 43166
Firm Regn.No. 110895W

Transweld Mechanical Engineering Works Limited

“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements

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

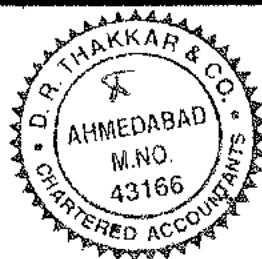
We have audited the internal financial controls over financial reporting of Transweld Mechanical Engineering Works Limited (“the Company”) as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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. 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”) and the Standards on Auditing, issued by ICAI and deemed to be 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 Institute of Chartered Accountants of India. 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

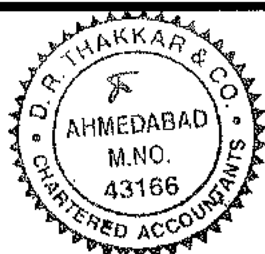
audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on 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.

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.



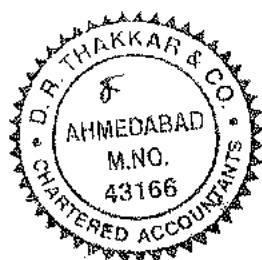
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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 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.

Place : Ahmedabad
Date : 03rd May, 2018.



For, D.R. Thakkar & Co.
Chartered Accountants

A handwritten signature in black ink, appearing to read "Dipak R. Thakkar".

[Dipak R. Thakkar]
PROPRIETOR
M.NO. 43166
Firm Regn.No. 110895W

Transweld Mechanical Engineering Works Ltd.

BALANCE SHEET AS AT 31ST MARCH, 2018

Particulars	Note No.	As at 31.03.2018 (Amount in Rs.)	As at 31.03.2017 (Amount in Rs.)	As at 01.04.2016 (Amount in Rs.)
(1) Non Current Assets				
(a) Property, Plant and Equipment	2	4,54,41,257	4,20,71,854	4,16,59,915
(b) Capital work-in-progress	2	90,03,658	47,31,784	63,980
(c) Intangible Assets	--	-	-	-
(d) Financial Assets	--	-	-	-
(i) Investment	--	-	-	-
(ii) Loans	--	-	-	-
(iii) Trade receivables	--	-	-	-
(iii) Others	3	20,95,447	20,92,748	8,39,218
(e) Deferred Tax Assets (Net)	--	-	-	-
(f) Other Non Current Assets	--	-	-	-
(2) Current Assets				
(a) Inventories	4	6,74,55,320	5,42,89,717	5,94,16,132
(b) Financial Assets				
(i) Trade receivables	5	2,43,67,440	1,36,16,108	22,92,071
(ii) Cash and Cash Equivalents	6	75,58,010	61,38,290	57,20,732
(iii) Other Bank Balances	--	-	-	-
(iv) Loans & Others	--	-	-	-
(v) Others	7	5,21,547	94,839	1,45,329
(c) Current Tax Assets (Net)	8	5,93,774	2,77,590	3,02,266
(d) Other Current Assets	9	45,70,096	18,22,325	12,58,959
Total Assets		18,05,07,638	12,51,35,255	11,16,98,602
II. EQUITY AND LIABILITIES				
Equity				
(a) Equity Share Capital	10	25,00,000	25,00,000	25,00,000
(b) Other Equity	11	5,54,68,187	5,51,36,160	4,56,68,955
Total Equity		5,79,68,187	5,76,36,160	4,81,68,955
Liabilities				
(1) Non Current Liabilities				
(a) Deferred Tax Liabilities (Net)	12	39,48,201	35,83,043	31,12,042
(b) Financial Liabilities	--	-	-	-
(i) Borrowings	--	-	-	-
(ii) Trade Payable	--	-	-	-
(ii) Others	--	-	-	-
(c) Provisions	13	46,702	3,210	-
(2) Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	14	42,279	11,45,847	20,91,463
(ii) Trade Payables	15	4,49,33,983	4,87,92,425	4,30,89,146
(iii) Others	16	6,66,357	5,86,788	5,84,468
(b) Other Current Liabilities	17	15,29,30,939	1,01,75,220	1,46,52,528
(c) Short Term Provisions	18	-	32,12,562	-
Total Equity and Liabilities		18,05,07,638	12,51,35,255	11,16,98,602

NOTES TO ACCOUNTS

1 - 28

SIGNIFICANT ACCOUNTING POLICIES AS PER IND AS

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Notes attached thereto form an integral part of Financial Statements

This is the Balance Sheet referred to in our Report of even date.

FOR, D.R. THAKKAR & Co.

FOR & Behalf of Board of

CHARTERED ACCOUNTANTS

Transweld Mechanical Engineering Works Ltd.

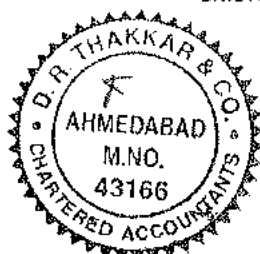
(CA. DIPAK R. THAKKAR)
FCA, PROPRIETOR
Membership No.: 043166
Firm Reg. No.: 110895W

[Satish J. Manjora]
DIRECTOR
DIN : 00139984

[Mahendra S. Vyas]
DIRECTOR
DIN 00797484

PLACE : AHMEDABAD
DATE : 03rd May, 2018.

PLACE : AHMEDABAD
DATE : 03rd May, 2018.



Transweld Mechanical Engineering Works Ltd.

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2018

Sr. No	Particulars	Note No.	For the Year ended on 31.03.2018	For the Year ended on 31.03.2017
	Continuing Operations:-		(Amount in Rs.)	(Amount in Rs.)
I	Revenue from Operations	19	10,27,69,640	23,76,00,823
II	Other Income	20	5,40,670	5,07,772
	III. Total Revenue (I + II)		10,83,10,300	23,81,08,595
III	Expenses:			
	Cost of Materials Consumed	21	6,11,25,344	13,45,61,743
	Changes in Inventories of Finished Goods, Work-in-Progress	22	(21,73,948)	58,381
	Excise Duty on Sales	---	28,83,639	2,83,45,501
	Employee Benefit Expenses	23	11,09,319	28,39,296
	Financial Costs	24	1,17,613	1,47,310
	Depreciation and Amortization Expense	25	18,51,824	23,56,823
	Other Expenses	26	3,97,33,224	5,64,04,722
	Total Expenses (IV)		10,70,42,115	22,47,13,776
IV	Profit before Exceptional Items and Tax	(III - IV)	8,63,185	1,33,94,819
V	Exceptional Items			-
VI	Profit Before Tax (VII - VIII)		8,63,185	1,33,94,819
VII	Tax expense:			
	(1) Current tax		1,65,000	34,25,000
	(2) Short \ (Excess) Provision of Taxation of Earlier Years			31,613
	(3) Deferred tax		1,65,158	4,71,001
VIII	Profit(Loss) from the year from continuing operations	(IX-X)	3,32,027	94,67,205
IX	Profit(Loss) from the year from discontinued operations			-
X	Profit/(Loss) from discontinued operations			-
XI	Tax expenses of discontinued operations			-
XII	Profit/(loss) from Discontinued operations after Tax (X-XI)			-
XIII	Profit/(loss) for the period (VIII+XII)		3,32,027	94,67,205
XIV	Other Comprehensive Income (OCI)			
	(a) Items that will not be reclassified to profit or loss			-
	(b) (i) Items that will be reclassified to profit or loss			-
	(ii) Income Tax relating to Items that will be reclassified to profit or loss			-
XV	Total Other Comprehensive Income for The Year			-
XVI	Total Comprehensive Income for The Year (XIII+XV)		3,32,027	94,67,205
XVII	Earning per Equity Share:	27		
	(1) Basic		1.33	37.87
	(2) Diluted		1.33	37.87

NOTES TO ACCOUNTS

SIGNIFICANT ACCOUNTING POLICIES AS PER IND AS

Notes attached thereto form an integral part of Financial Statements

This is the Statement of Profit & Loss referred to in our Report of even date.

FOR, D.R. THAKKAR & Co.

CHARTERED ACCOUNTANTS

(CA. DIPAK R. THAKKAR)

FCA, PROPRIETOR

Membership No.: 043166

Firm Reg. No.: 110895W

PLACE : AHMEDABAD

DATE : 03rd May, 2018.



1 - 28

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FOR & Behalf of Board of

Transweld Mechanical Engineering Works Ltd.

[Signature]
[Satyen J. Mamtara]
DIRECTOR
DIN : 00139984

[Signature]
[Mahendra S. Vyas]
DIRECTOR
DIN 00797484

PLACE : AHMEDABAD

DATE : 03rd May, 2018.

Transweld Mechanical Engineering Works Limited

Statement of Changes in Equity for the year ended 31 st March 2018

(A) Equity Share Capital

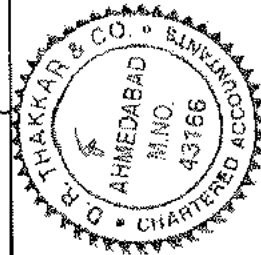
Particulars	(Amount in Rs.) Amount
Balance as at April 1, 2016	25,00,000.00
Changes during the year	-
Balance as at March 31, 2017	25,00,000.00
Changes during the year - Issued during the period	-
Balance as at March 31, 2018	25,00,000.00

(B) Other Equity

Particulars	Note No.	Reserves and Surplus			FVOCI - equity investments	Total
		General Reserve	Retained Earnings	Deemed capital contribution from holding company		
Balance as at April 1, 2016 (As Reported Earlier)		31,50,000	4,25,18,955	-	-	4,56,68,955
Impact of Ind AS adjustment (Net of tax)		-	-	-	-	-
Restated balance as at 1st April, 2016		31,50,000	4,25,18,955	-	-	4,56,68,955
Profit for the year		-	94,67,205	-	-	94,67,205
Movement during the year		-	-	-	-	-
Other comprehensive income for the year (net of IT)		-	-	-	-	-
Balance as at 31st March, 2017		31,50,000	5,19,86,160	-	-	5,51,36,160
Profit for the year		-	3,32,027	-	-	3,32,027
Movement during the year		-	-	-	-	-
Other comprehensive income for the year (net of IT)		-	-	-	-	-
Balance as at 31st March, 2018		31,50,000	5,23,18,187	-	-	5,54,68,187

Total Equity (A+B) as on 31st March, 2018

5,79,68,187



Transweld Mechanical Engineering Works Ltd.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

PARTICULARS	2017-18		2016-17	
		TOTAL (Amount in Rs.)		TOTAL (Amount in Rs.)
(A) Cash Flow From Operating Activities				
Net profit before tax from continuing operations		8,63,185	-	1,33,94,819
Adjustments for:				
Interest Income	(4,77,407)		(5,02,259)	
Loss on sales of Fixed Assets	150		-	
Profit on sales of Fixed Assets	(63,263)			
Depreciation	28,51,824		23,56,823	
Finance Charges	1,17,613		1,83,972	
		24,28,917		20,38,536
Operating Profit before Working capital changes		32,92,101		1,54,33,354
Movements in Working Capital:				
Change in Long Term Loans and Advances	(2,699)		(12,53,530)	
Change in Non Current Trade Receivables	-		-	
Change in Inventories	(1,31,65,803)		51,26,415	
Change in Trade Receivables (Current)	(97,51,332)		(1,13,24,037)	
Change in Other Financial Current Assets	(4,26,708)		50,490	
Change in Short Term Loans and Advances	-		-	
Change in Other Current Assets	(28,47,771)		(5,63,366)	
Change in Trade Payable (Non Current)	-		95,325	
Change in Trade Payables (Current)	(38,58,442)		56,07,954	
Change in Short Term Provisions	-		-	
Change in Other Financial Liabilities	79,579		2,320	
Change in Other Liabilities	4,27,55,719	1,27,82,544	(44,77,308)	(67,35,737)
Cash generated from operations		1,60,74,645		86,97,618
Direct Taxes Paid		(34,80,254)		(2,16,165)
Net Cash from Operating Activities (A)		1,25,94,391		84,81,453
(B) Cash flow from Investing activities				
Purchase of Fixed Assets	(1,12,88,981)		(74,36,565)	
Sales of Fixed Assets	8,58,994		-	
Interest Received	4,77,407		5,02,259	
Net cash from investing activities (B)		(99,52,580)		(69,34,306)
		26,41,811		15,47,147
(C) Cash flow from financing activities				
Proceeds From Borrowing	-		-	
Repayment Of Borrowing	(11,03,568)		(9,45,616)	
Finance Charges Paid	(1,17,613)		(1,83,972)	
Dividend Paid	-		-	
Net cash generated from financing activities (C)		(12,21,181)		(11,29,588)
Net increase in cash & cash equivalents (A+B+C)		14,20,629		4,17,558
Cash &Cash equivalents at the beginning of the period		61,38,290		57,20,732
Cash & cash equivalents at the end of the period		75,58,920		61,38,290



Components of Cash and cash equivalents :

Particulars	2017-18		2016-17	
Cash on hand	55,967		60,935	
Balances with the banks	22,12,782		10,69,775	
FDR with banks	52,90,171		50,07,580	
Total Cash and cash equivalents as restated	75,58,920		61,38,290	

Notes to Cash Flow:-

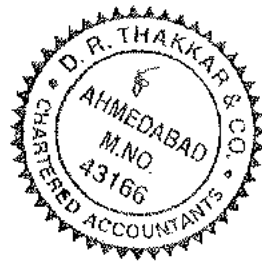
1. All figures in bracket are outflow.
2. The above Cash Flow Statement has been prepared under the ' Indirect Method' .

FOR, D.R. THAKKAR & Co.
CHARTERED ACCOUNTANTS

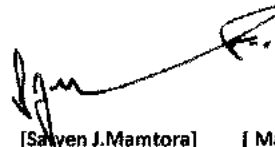


(CA. DIPAK R. THAKKAR)
FCA, PROPRIETOR
Membership No. :043166
Firm Reg. No.: 110895W

PLACE : AHMEDABAD
DATE : 03rd May ,2018.



FOR & Behalf of Board of
Transweld Mechanical Engineering Works Ltd.



[Sanyen J. Mamtara]
DIRECTOR
DIN : 00139984



[Mahendra S. Vyas]
DIRECTOR
DIN 00797484

PLACE : AHMEDABAD
DATE : 03rd May ,2018.

Transweld Mechanical Engineering Works Limited

First time adoption of Ind AS - Reconciliation

Effect of Ind AS adoption on the balance sheet as at March 31, 2017 and April 1, 2016

Particulars	Notes	As at 31st March 2017			As at 1st April 2016		
		Previous GAAP	Adjustment on transition to Ind AS	As per Ind AS Balance Sheet	Previous GAAP	Adjustment on transition to Ind AS	As per Ind AS Balance Sheet
(1) Non Current Assets							
(a) Property, Plant and Equipment		4,20,71,854	-	4,20,71,854	4,16,59,915	-	4,16,59,915
(b) Capital work-in-progress		47,31,784	-	47,31,784	63,980	-	63,980
(c) Intangible Assets		-	-	-	-	-	-
(d) Financial Assets		-	-	-	-	-	-
(i) Investment		-	-	-	-	-	-
(ii) Loans		-	-	-	-	-	-
(iii) Others		20,92,748	-	20,92,748	8,39,218	-	8,39,218
(e) Other Non Current Assets		-	-	-	-	-	-
Total Non Current Assets		4,88,96,386	-	4,88,96,386	4,25,63,113	-	4,25,63,113
(2) Current Assets							
(a) Inventories		5,42,89,717	-	5,42,89,717	5,94,16,132	-	5,94,16,132
(b) Financial Assets		-	-	-	-	-	-
(i) Trade receivables		1,36,16,108	-	1,36,16,108	22,92,071	-	22,92,071
(ii) Cash and Cash Equivalents		61,38,280	-	61,38,280	57,20,732	-	57,20,732
(iii) Loans and others		-	-	-	-	-	-
(iv) Other		94,839	-	94,839	1,45,329	-	1,45,329
(c) Current Tax Assets (net)		2,77,590	-	2,77,590	3,02,266	-	3,02,266
(d) Other Current Assets		18,22,325	-	18,22,325	12,58,959	-	12,58,959
Total Current Assets		7,62,38,869	-	7,62,38,869	6,94,35,489	-	6,94,35,489
Total Assets		12,51,35,255	-	12,51,35,255	11,16,98,602	-	11,16,98,602
Equity							
(a) Equity Share Capital		25,00,000	-	25,00,000	25,00,000	-	25,00,000
(b) Other Equity		5,51,36,160	-	5,51,36,160	4,56,68,955	-	4,56,68,955
Total Equity		5,76,36,160	-	5,76,36,160	4,81,68,955	-	4,81,68,955
Liabilities							
(1) Non Current Liabilities							
(a) Financial Liabilities		-	-	-	-	-	-
(i) Borrowings		-	-	-	-	-	-
(ii) Trade Payable		-	-	-	-	-	-
(b) Provisions		3,210	-	3,210	-	-	-
(c) Deferred Tax Liabilities (Net)		35,83,043	-	35,83,043	31,12,042	-	31,12,042
Total Non Current Liabilities		35,86,253	-	35,86,253	31,12,042	-	31,12,042
(2) Current Liabilities							
(a) Financial Liabilities		-	-	-	-	-	-
(i) Borrowings		11,45,847	-	11,45,847	20,91,463	-	20,91,463
(ii) Trade Payables		4,87,92,425	-	4,87,92,425	4,30,89,146	-	4,30,89,146
(iii) Others		5,86,788	-	5,86,788	5,84,468	-	5,84,468
(b) Other Current Liabilities		1,01,75,220	-	1,01,75,220	1,46,52,528	-	1,46,52,528
(c) Short Term Provisions		32,12,562	-	32,12,562	-	-	-
(d) Current Tax Liabilities (Net)		-	-	-	-	-	-
Total Current Liabilities		6,38,12,842	-	6,38,12,842	6,04,17,606	-	6,04,17,606
Total Liabilities		6,74,99,095	-	6,74,99,095	6,35,29,647	-	6,35,29,647
Total Equity and Liabilities		12,51,35,255	-	12,51,35,255	11,16,98,602	-	11,16,98,602

*The IGAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purposes of this note.

As such there is not impact of transition from Previous GAAP to conversion in Ind AS neither on beginning period i.e. on 01st April, 2016 nor at end of the year end i.e on 31st march , 2017



Transweld Mechanical Engineering Works Limited

Reconciliation of total equity as at March 31, 2017 and April 1, 2016

Particulars	Notes	As at 31st March 2017	As at 1st April 2016 (Date of Transition)
Total equity (shareholders' funds) under Previous GAAP		5,76,36,160	4,81,68,955
Adjustments:			
Recognition of financial guarantee		-	-
Equity instruments measured at fair value		-	-
Amortisation of financial guarantee		-	-
Deferred tax on above adjustments		-	-
Total adjustment to equity		-	-
Total equity under Ind AS		5,76,36,160	4,81,68,955

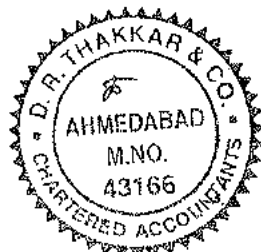
Effect of Ind AS adoption on the Standalone Statement of Profit and Loss for the year ended March 31, 2017

Particulars	Notes	Previous GAAP	Ind AS Adjustment	As per Ind AS
I. Revenue from Operations (Gross)		23,76,00,823	-	23,76,00,823
Less:- Central Excise Duty on Sales	1	(2,83,45,501)	2,83,45,501	
II. Other Income		5,07,772	-	5,07,772
III. Total Revenue (I + II)		20,97,63,094	2,83,45,501	23,81,08,595
IV. Expenses				
(a) Cost of Materials Consumed		13,45,61,743	-	13,45,61,743
(b) Changes in Inventories of Finished Goods and Process Stock		58,381	-	58,381
(c) Excise Duty on Sales	1	-	2,83,45,501	2,83,45,501
(d) Employee Benefits Expense		28,39,296	-	28,39,296
(e) Finance Cost		1,47,310	-	1,47,310
(f) Depreciation & Amortization Expense		23,56,823	-	23,56,823
(g) Other Expenses		5,64,04,722	-	5,64,04,722
Total Expenses		19,63,68,275	2,83,45,501	22,47,13,776
V. Profit Before Tax (III-IV)		1,33,94,819	-	1,33,94,819
VI. Tax Expenses:				
(a) Current Tax		34,25,000	-	34,25,000
Less : MAT Credit Entitlement		-	-	-
(c) Short/(Excess) Provision of Taxation of Earlier Years		31,613	-	31,613
Net Current Tax Expenses				
(a) Deferred Tax		4,71,001	-	4,71,001
Net Tax Expenses		39,27,614	-	39,27,614
VII. Profit for The Year (V-VI)		94,67,205	-	94,67,205
VIII. Other Comprehensive Income (OCI)				
(a) Items that will not be reclassified to profit or loss				
(i) Re-measurement of the defined benefit plans		-	-	-
(ii) Gains from investments in equity instruments designated at fair value through other comprehensive income		-	-	-
Tax impact		-	-	-
(b) Items that will be reclassified to profit or loss				
IX. Total Comprehensive Income for The Year (VII-VIII)		94,67,205	-	94,67,205

Notes To Reconciliation :-

1 Excise Duty :-

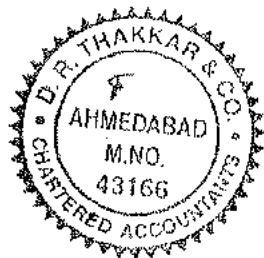
Under the previous GAAP, revenue from sale of goods was presented exclusive of excise duty. Under Ind AS, revenue from sale of goods is presented inclusive of excise duty. The excise duty paid is presented on the face of the statement of profit and loss as part of expenses.



Transweld Mechanical Engineering Works Limited

Statement of Reconciliation of total comprehensive income for the year ended 31st March, 2017

SR. NO	PARTICULARS	NOTE NO	Year ended 31st March, 2016 (end of last period presented as per IGAAP)
	Net Profit After Tax Previously presented under IGAAP		9467205
	Add:-		
1	Excise Duty on Sales	1	28345501
2	Adjustment on account of fair value of Investments		0
3	Effect of Current Tax		0
4	Impact on Amortisation		0
5	Other Adjustments		0
	Sub Total		28345501
	Less:-		
1	Excise Duty	1	28345501
2	Remeasurement of Defined Benefits plan		0
3	Effect of Deferred Tax		0
	Sub Total		28345501
	Net Profit after Tax before OCI as per IND AS		9467205
	Other Comprehensive Income		0
	Total Comprehensive Income as per IND AS		9467205



Transweld Mechanical Engineering Works Ltd.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2018

Note 1 Significant Accounting Policies as per Ind AS

1 Corporate Information

Transweld Mechanical Engineering Works Ltd. is a subsidiary company of M/s Transformers & Rectifiers (I) Ltd. domiciled and incorporated in India having its registered office at 14-15 Ashwamegh Industrial Estate, Sarkhej - Bavla Highway, Village: Changodar, Taluka: Sanand. The company is a manufacturer of Transformer Parts and Tanks.

2 Significant Accounting Policies as per Ind AS

A Accounting Convention

These Financial statements are prepared in accordance with Indian Accounting standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016 notified under Section 133 of Companies Act (the 'Act') and other relevant provision of the Companies Act, 2013.

The Company has adopted all the relevant Ind AS and the adoption was carried out in accordance with Ind AS 101, "First Time adoption of Indian Accounting Standards". The Transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was previous GAAP. Reconciliation and description of the effect of the transition have been summarised and shown separately.

B Use of Estimates

The preparation of financial statement in conformity with Indian Accounting Standards requires the management to make estimates and assumptions to be made that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on date of financial statement and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognised in the period in which the results are known / materialized.

C Property, Plant and Equipment

i. Recognition and Measurement :-

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation, and accumulated impairment losses, if any, except freehold land which is carried at historical cost.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and nonrefundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

Useful lives have been determined in accordance with Schedule II to the Companies Act, 2013. The residual values are not more than 5% of the original cost of the asset.

Capital Work-in-progress includes cost of assets of Plant & Machineries & Building Constructions expenditure.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

ii. Transition to Ind AS :-

On Transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1st April, 2016 measured as per the Previous GAAP, and use that carrying value as the deemed cost of such property, plant and equipment.

iii. Subsequent Expenditure :-

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

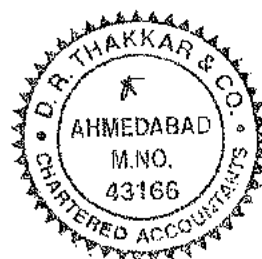
D Depreciation and Amortisation

Depreciation is calculated on cost of items of property, plant and equipment (other than freehold land and properties under construction) less their estimated residual values over their estimated useful lives using the straight-line method and is generally recognised in the statement of profit and loss.

Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. Based on technical evaluation and consequent advice, the management believes that its estimates of useful lives best represent the period over which management expects to use these assets.

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (up to) the date on which asset is ready for use (disposed of).

Contd....



E Inventories

- a) Raw Materials, Process Stock and Finished Goods are valued at lower of cost or net realisable value.
- b) Cost of raw materials, stores and spares are determined on weighted average basis
- c) Cost for Finished Goods and Process Stock is determined taking material cost (Net of credit availed), labour and relevant appropriate overheads.

F Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable, net of discounts, volume rebates, outgoing sales taxes and other indirect taxes excluding excise duty.

Sale of Goods

Revenue from sale of goods is recognised when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. Excise Duty deducted from revenue (gross) is the amount that is included in the revenue (gross) and not the entire amount of liability arising during the year. The Company collects sales taxes, GST and Value Added Tax (VAT) on behalf of the Government and therefore these are not economic benefits flowing to the company. Revenue from sale does not include other recoveries, if any, such as insurance charges, transportation charges, etc.

Income from Services

The Company collects service tax, Goods and Service Tax on behalf of the Government and, therefore, it is not an economic benefit flowing to the company. Hence, Service tax & Goods and Service tax is excluded from revenue from Services. Revenues from maintenance contracts, if any, are recognised pro-rata over the period of the contracts as and when services are rendered.

Interest Income

Interest Income is recognised on a time proportion basis taking into account the amount outstanding and the applicable rate of interest. Interest Income is included under the head "Other Income" in the statement of Profit and Loss.

Dividend

Dividend Income is recognised when the company's right to receive dividend is established by the reporting date.

G Cash and Cash Equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity

H Foreign Currency Transaction

Transactions in foreign currency are recorded at the exchange rates prevailing at the time the transactions are affected. The gain or loss due to exchange rates prevailing at the year end, if any, is taken into account. Exchange difference related to fixed assets are adjusted in cost of fixed assets. However, no foreign currency transaction has been made during the period.

I Employee Benefits

The contribution to the provident fund are charged to the statement of profit and loss for the year when the contribution are due. Gratuity liabilities is determined on the basis of actuarial valuation of each year end.

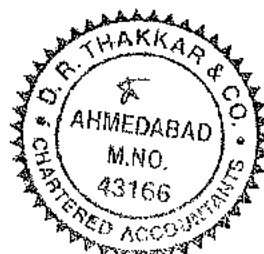
Accumulated leave, which is expected to be utilized within next 12 months, is treated as short-term employee benefit. The company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date. The company treats accumulated leave expected to be carried forward beyond 12 months, as long-term employee benefit for measurement purpose.

The company treats accumulated leave expected to be carried forward beyond 12 months, as long-term employee benefit for measurement purpose.

J Borrowing Cost

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

Contd...



K Taxes on Income

Tax expense comprises current tax and deferred tax. Current Tax is the amount of tax payable on the taxable income for the year as determined in accordance with provision of Income Tax, 1961.

Current Tax :-

Current Tax is the amount of tax payable on the taxable income for the year as determined in accordance with provision of Income Tax, 1961.

Deferred tax:-

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax liabilities are recognised for all taxable temporary differences, except when it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

L Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement. For arrangements entered into prior to 1 April 2015, the Company has determined whether the arrangement contains lease on the basis of facts and circumstances existing on the date of transition.

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease.

Finance leases are capitalised at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in finance costs in the statement of profit and loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Company's general policy on the borrowing costs. Contingent rentals are recognised as expenses in the periods in which they are incurred.

M Earning Per Share

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit and loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit and loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

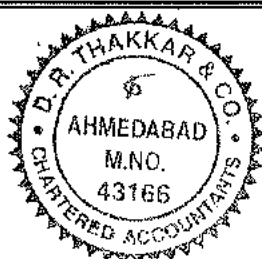
N Provisions, Contingent Liabilities and Contingent Assets

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Guarantees are also provided in the normal course of business. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment or are very difficult to quantify reliably, and such obligations are treated as contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings in which the Company is involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

Contingent assets are not recognised but disclosed in the financial statements when an inflow of economic benefits is probable.

O Cash Flow Statements

Cash flows are reported using indirect method as set out in Ind AS -7 "Statement of Cash Flows", whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.



Transweld Mechanical Engineering Works Ltd.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2018

Note : 2 Property Plant , Equipment and Capital Work-In-Progress

Particulars	Factory Land	Building	Plant & Machinery	Electrifications	Furniture & Fixture & Office equipments	Other equipment	Computer	Vehicle	Total
(Amount in Rs.)									
<u>(A) TANGIBLE ASSETS</u>									
<u>Gross Block</u>									
As at 01.04.2016	1,49,560	1,91,52,573	3,05,87,859	47,64,729	3,05,911	2,48,223	1,43,676	1,923	5,53,54,054
- Additions	-	-	20,07,524	3,49,521	2,92,342	81,490	87,885	-	27,68,762
- Disposals	-	-	-	-	-	-	-	-	-
Other Adjustments :									
- Borrowing Costs	-	-	-	-	-	-	-	-	-
- as per IND AS	-	43,60,981	66,87,089	21,12,197	2,39,473	1,61,709	1,31,733	957	1,36,94,139
- Exchange Differences	-	-	-	-	-	-	-	-	-
As at 31.03.2017	1,49,560	1,47,91,592	2,59,08,294	30,02,053	3,58,780	1,68,004	49,828	566	4,44,28,678
- Additions	-	47,72,614	17,13,060	1,50,989	3,24,895	38,100	17,450	-	70,17,108
- Disposals*	-	-	8,81,601	-	-	8,500	-	-	8,90,101
Other Adjustments :									
- Borrowing Costs	-	-	-	-	-	-	-	-	-
- Exchange Differences	-	-	-	-	-	-	-	-	-
As at 31.03.2018	1,49,560	1,95,64,206	2,67,39,753	31,53,042	6,83,675	1,97,604	67,278	566	5,05,55,685
<u>Depreciation</u>									
As at 01.04.2016	-	43,60,981	66,87,090	21,12,197	2,39,473	1,61,709	1,31,732	957	1,36,94,138
- Additions	-	5,99,787	14,82,142	2,15,029	17,670	27,133	14,939	123	23,56,823
- Transfer to Retained Earnings	-	-	-	-	-	-	-	-	-
- As Per Ind AS	-	43,60,981	66,87,089	21,12,197	2,39,473	1,61,709	1,31,733	957	1,36,94,139
- Disposals	-	-	0	-	-	-	-	-	-
As at 31.03.2017	-	5,99,787	14,82,143	2,15,029	17,670	27,133	14,938	123	23,56,822
- Additions	-	7,58,214	16,53,349	2,96,502	77,562	46,244	19,769	184	28,51,824
- Transfer to Retained Earnings	-	-	-	-	-	-	-	-	-
- Disposals	-	-	92,870	-	-	1,350	-	-	94,220
As at 31.03.2018	-	13,58,001	30,42,622	5,11,531	95,232	72,027	34,707	307	51,14,426
<u>Net Block</u>									
As at 31.03.2017	1,49,560	1,41,91,805	2,44,26,151	27,87,024	3,41,110	1,40,871	34,890	443	4,20,71,854
As at 31.03.2018	1,49,560	1,82,06,205	2,36,97,131	26,41,511	5,88,443	1,25,577	32,571	259	4,54,41,257
<u>(B) CAPITAL WORK IN PROCESS</u>									
As at 01.04.2016	-	-	63,980	-	-	-	-	-	63,980
- Additions	-	47,31,784	14,84,835	-	-	-	-	-	62,16,619
- Disposals	-	-	15,48,815	-	-	-	-	-	15,48,815
Other Adjustments :									
- Borrowing Costs	-	-	-	-	-	-	-	-	-
- Exchange Differences	-	-	-	-	-	-	-	-	-
As at 31.03.2017	-	47,31,784	-	-	-	-	-	-	47,31,784
- Additions	-	78,09,318	6,90,000	5,45,170	-	-	-	-	90,44,488
- Disposals	-	47,72,614	-	-	-	-	-	-	47,72,614
Other Adjustments :									
- Borrowing Costs	-	-	-	-	-	-	-	-	-
- Exchange Differences	-	-	-	-	-	-	-	-	-
As at 31.03.2018	-	77,68,488	6,90,000	5,45,170	-	-	-	-	90,03,658

* Refer Para No 11. of Note No. 28



Transweld Mechanical Engineering Works Ltd.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2018

Note : 3 Loans and Advances- Others

Particulars	(Amount inRs.)	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2018	As at 31st Mar 2017	As at 01st April, 2016
Security Deposit			
a) Secured, Considered Good :			
- Earnest Money Deposit	12,54,530	12,54,530	2,000
b) Unsecured, Considered Good :			
- G.E.B Power Deposits	8,35,218	8,35,218	8,35,218
- LIC- EDLI Deposit	2,000	2,000	2,000
- Telephone Deposit	2,600	-	-
- A.E.I. Trust (Group Gratuity)	1,000	1,000	-
Total in (Amount inRs.)	20,95,447	20,92,748	8,39,218

Note : 4 Inventories (Valued at lower of Cost or Net Realizable Value)

Particulars	(Amount inRs.)	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2018	As at 31st Mar 2017	As at 01st April, 2016
Raw Material (Refer to note no.21)	4,61,13,201	3,53,21,406	4,03,89,440
Work-in-Progress (Refer to Note No. 22)	2,12,95,509	1,85,93,111	1,64,65,661
Finished Goods (Refer to Note No. 22)	-	-	-
Goods in Transit (Refer to Note No. 22)	-	-	25,15,671
Scrap (Refer to Note No. 22)	46,750	3,75,200	45,360
Total in (Amount inRs.)	6,74,55,520	5,42,89,717	5,94,16,132

Note : 5 Trade Receivables

Particulars	(Amount inRs.)	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2018	As at 31st Mar 2017	As at 01st April, 2016
Outstanding overdue for more than six months			
a) Unsecured, Considered Good :	57,47,566	-	2,73,218
Others			
a) Unsecured, Considered Good :	1,76,16,874	1,36,16,108	20,18,853
Total in (Amount inRs.)	2,33,67,440	1,36,16,108	22,92,071

Notes:-

- (i) The Company has called for balance confirmation of Trade Receivables on random basis. Out of which the Company has received response from some of the parties, which are reconciled with Company's account. The other balances of Trade receivables are subject to confirmation.



Note : 6 Cash & Cash Equivalent

Particulars	(Amount inRs.)	(Amount inRs.)	
	As at 31st Mar 2018	As at 31st Mar 2017	As at 01st April, 2016
Cash-in-Hand			
Cash on hand	55,967	60,935	45,205
Sub Total (A)	55,967	60,935	45,205
Balance with Banks			
In Current Accounts	22,12,782	10,69,775	9,86,503
Other Bank Balance :-			
Fixed Deposit with State Bank of India	5,74,235	5,74,235	5,52,671
Fixed Deposit with IDBI Bank	47,15,926	44,33,345	41,36,353
Sub Total (B)	75,02,943	60,77,355	56,75,527
Cheques on Hand (C)			
Total [A + B + C]	75,58,910	61,38,290	57,20,732

Note : 7 Others

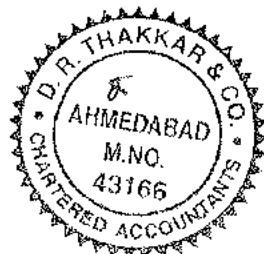
Particulars	(Amount inRs.)	(Amount inRs.)	
	As at 31st Mar 2018	As at 31st Mar 2017	As at 01st April, 2016
Insurance Claim Receivable	3,80,840	-	-
U.G.V.C.L. Receivable A/c.	-	-	36,680
Interest Receivable on GEB Deposit	50,000	52,000	46,427
Interest Accrued but not due	90,708	42,839	62,222
Total in (Amount inRs.)	5,21,547	94,839	1,45,329

Note : 8 Current Tax Assets (Net)

Particulars	(Amount inRs.)	(Amount inRs.)	
	As at 31st Mar 2018	As at 31st Mar 2017	As at 01st April, 2016
Advance Income Tax/Refund Due (Net of Provision)	3,93,774	2,77,590	3,02,266
Total in (Amount inRs.)	3,93,774	2,77,590	3,02,266

Note : 9 Other Current Assets

Particulars	(Amount inRs.)	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2018	As at 31st Mar 2017	As at 01st April, 2016
Advance to Suppliers	4,35,145	2,41,799	2,63,899
Balance With Revenue Authorities (Indirect Taxes)	10,52,456	11,84,787	6,54,235
Prepaid Expenses	1,66,758	1,25,956	1,18,970
Advance to Staff	3,15,736	2,69,783	2,21,855
Total in (Amount inRs.)	46,70,096	18,22,325	12,58,959



Transweld Mechanical Engineering Works Ltd.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2018

Note : 10 Share Capital

Particulars	(Amount in Rs.)		(Amount in Rs.)		(Amount in Rs.)	
	As at 31st Mar 2018		As at 31st Mar 2017		As at 01st April, 2016	
AUTHORISED SHARE CAPITAL :						
2,50,000 Equity Shares of Rs. 10/- each	25,00,000		25,00,000		25,00,000	
	25,00,000		25,00,000		25,00,000	
ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL						
2,50,000 Equity Shares of Rs. 10/- each fully paid up	25,00,000		25,00,000		25,00,000	
Total in (Amount in Rs.)	25,00,000		25,00,000		25,00,000	

Terms / rights attached to equity shares

The Company has one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend Proposed by the Board of Directors is subject to the approval of shareholders in ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Note : 10(a)

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

	As at 31st Mar 2018	As at 31st Mar 2017	As at 01st April, 2016
At the Beginning of the Period	2,50,000	2,50,000	2,50,000
Issued during the period	-	-	-
Outstanding at the end of Period	2,50,000	2,50,000	2,50,000

Note : 10(b)

Details of Numbers Share held by shareholders holding more than 5% the aggregate shares in the company

	As at 31st Mar 2018	As at 31st Mar 2017	As at 01st April, 2016
Transformers & Rectifiers India Ltd. (100% Holding Since 1st August, 2006.)	2,50,000	2,50,000	2,50,000

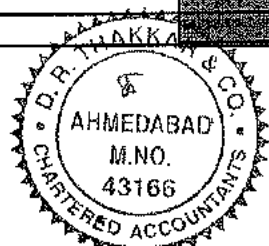
Note : 10(c)

Details of Shares allotted as fully paid up by way of Bonus Shares, Shares issued for consideration other than cash during last five years immediately Preceding Reporting Date.

	As at 31st Mar 2018	As at 31st Mar 2017	As at 01st April, 2016
Since No such transaction has been made during the reporting period.	Not Applicable	Not Applicable	Not Applicable

Note : 11 Other Equity

Particulars	(Amount in Rs.)		(Amount in Rs.)		(Amount in Rs.)	
	As at 31st Mar 2018		As at 31st Mar 2017		As at 01st April, 2016	
(a) General Reserve						
As per last Financial Statement	31,50,000	31,50,000	-	31,50,000	-	-
Add: Amount transferred from Statement Profit and Loss	-	-	31,50,000	-	-	31,50,000
(b) Surplus/(Deficit) in Statement of Profit and Loss						
Balance As per Last Financial Statement	4,25,18,955	4,25,18,955		4,24,47,304		
Profit for the year	94,67,205	94,67,205		71,651		
	5,19,86,160	5,19,86,160		4,25,18,955		
Less: Appropriations						
Proposed Final Equity Dividend	-	-		-		
Tax on Proposed Equity Dividend	-	-		-		
Transfer to Depreciation Fund	-	-		-		
Transfer to General Reserve	-	-		-		
Net surplus in the Statement of Profit and Loss	5,19,86,160	5,19,86,160	5,19,86,160		4,25,18,955	
Total in (Amount in Rs.)	5,51,36,160	5,51,36,160	5,51,36,160		4,56,68,955	



Note : 12 Deferred Tax Liabilities (Net)

The Company has recognised the deferred tax liabilities of Rs. 366158/- in the Statement of Profit & Loss during the Current Year. Break up of Deferred Tax Liabilities and Deferred Tax Asset into major components of respective balance are as under :

Particulars	(Amount in Rs.)		(Amount in Rs.)		(Amount in Rs.)	
		As at 31st Mar 2018		As at 31st Mar 2017		As at 01st April, 2016
Deferred Taxes						
Deferred Taxes Liability						
Fixed Asset : Impact of difference between Tax depreciation and depreciation charged to Financial Statement	35,83,043		31,12,042		26,11,658	
Add : Addition During The Year	3,66,158	39,49,201	4,71,001	35,83,043	5,00,384	31,12,042
Other (if any)						
Total of Deferred Liabilities (in (Amount in Rs.)) [a]		39,49,201		35,83,043		31,12,042
Deferred Taxes Asset						
Impact of Expenditure Charged to Statement of Profit and Loss in Current year but allowed for Tax Purpose on						
Add : Addition During The Year						
Other (if any)						
Total of Deferred Assets (in (Amount in Rs.)) [b]						
Total In (Amount in Rs.) [a] - [b]		39,49,201		35,83,043		31,12,042

Note : 13 Long Term Provision (Non Current)

Particulars	(Amount in Rs.)		(Amount in Rs.)		(Amount in Rs.)	
		As at 31st Mar 2018		As at 31st Mar 2017		As at 01st April, 2016
Provision for Taxation A/Y 2013-14 (Net of Advance Tax &		16,702		3,210		-
Total in (Amount in Rs.)		16,702		3,210		-

Note : 14 Short Term Borrowing

Particulars	(Amount in Rs.)		(Amount in Rs.)		(Amount in Rs.)	
		As at 31st Mar 2018		As at 31st Mar 2017		As at 01st April, 2016
Bank Overdraft from Banks (Secured)						
- IDBI Bank		12,279		11,45,847		20,91,463
Total in (Amount in Rs.)		12,279		11,45,847		20,91,463



Note : 15 Trade Payables (Current)

Particulars	(Amount inRs.)		(Amount inRs.)		(Amount inRs.)	
		As at 31st Mar 2018		As at 31st Mar 2017		As at 01st April, 2016
Trade Payables : (Unsecured)						
a) Micro and Small Enterprise						
b) Others						
- For Goods	1,86,33,556		4,09,17,507		3,53,58,301	
- For Services	2,63,00,428	4,49,33,983	78,74,918	4,87,92,425	77,30,845	4,30,89,146
Total in (Amount inRs.)		4,49,33,983		4,87,92,425		4,30,89,146

Notes:-

(i) The Company has called for balance confirmation of creditors on random basis. Out of which the Company has received response from some of the parties, which are reconciled with Company's account. The other balances of Creditors are subject to confirmation.

(ii) As no information was available with Company regarding Provision of Interest Status under the Micro, Small and Medium Enterprise Development Act, 2006, accordingly Company has not provided any amount of interest, being payable as required under the said Act.

Note : 16 Others Financial Liabilities

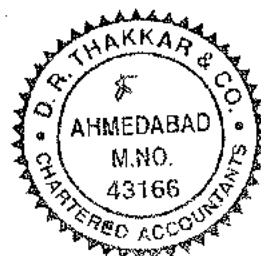
Particulars	(Amount inRs.)		(Amount inRs.)		(Amount inRs.)	
		As at 31st Mar 2018		As at 31st Mar 2017		As at 01st April, 2016
Outstanding Expenses		5,86,367		5,86,788		5,84,468
Total in (Amount inRs.)		5,86,367		5,86,788		5,84,468

Note : 17 Other Current Liabilities

Particulars	(Amount inRs.)		(Amount inRs.)		(Amount inRs.)	
		As at 31st Mar 2018		As at 31st Mar 2017		As at 01st April, 2016
Provision for Employee Benefits :						
Employee Provident Fund Payable	21,102		20,517		17,003	
Employee ESIC Payable	9,316		491		6,937	
Employee Wages Payable	1,79,044		1,73,204		1,51,414	
Labour Welfare Fund Payable	0	2,09,462	180	1,94,392	0	1,75,354
Service Tax Payable						17,963
TDS & TCS Payable		76,952		70,858		99,591
VAT & CST Payable				16,28,387		1,96,813
Professional Tax Payable		2,150		2,150		24,350
Advance from Customers		85,26,32,536		82,70,591		1,41,30,549
Other Liabilities		9,840		8,843		7,908
Total in (Amount inRs.)		85,26,32,536		1,01,75,220		1,46,52,628

Note : 18 Short Term Provisions

Particulars	(Amount inRs.)		(Amount inRs.)		(Amount inRs.)	
		As at 31st Mar 2018		As at 31st Mar 2017		As at 01st April, 2016
Others :						
Dividend Payable (Proposed)	-		-		-	
Dividend Distribution Tax Payable	-		-		-	
Provision for Taxation (Net of Advance Tax & TDS)	-		32,12,562	32,12,562	-	-
Total in (Amount inRs.)				32,12,562		-



Transweld Mechanical Engineering Works Ltd.

Schedules Forming Part of the Profit & Loss Accounts as at 31st March, 2018

Note : 19 Revenue from Operations

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2018	As at 31st Mar 2017
Revenue from Operations		
Sale of Finished Goods (Gross)	9,54,11,180	22,57,17,756
Sale of Services - Jobwork (Gross)	85,53,775	85,48,140
Other Operating Revenue		
Scrap Sales	38,04,665	33,34,927
Revenue from Repairs		
Revenue from Operations (Gross)	10,77,69,630	23,76,00,823
Total in (Amount inRs.)	10,77,69,630	23,76,00,823

Note : 20 Other Income

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2018	As at 31st Mar 2017
Interest Received on Fixed Deposit with Banks	3,55,785	3,73,497
Interest Received From Others	1,20,622	1,28,762
Rent Income	-	-
Vatav-Kasar	-	-
Profit on Sales of Fixed Assets	63,263	-
Other Income	-	5,513
Total in (Amount inRs.)	5,40,670	5,07,772

Note : 21 Cost of Material Consumed

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2018	As at 31st Mar 2017
RAW MATERIALS CONSUMED :		
Inventory at the beginning of the year	3,53,21,406	4,03,89,440
Add : Purchase (Net of CENVAT Credit)	7,19,17,199	12,94,93,709
	10,72,38,605	16,98,83,149
Less : Inventory at the end of the year	4,61,13,261	3,53,21,406
Sub-total (a)	6,11,25,344	13,45,61,743

Note : 22 Change in Inventories

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2018	As at 31st Mar 2017
(A) Opening Stock		
Work - in - Progress	1,85,93,111	1,64,65,661
Finished Goods	-	-
Scrap	3,75,200	45,360
Goods In Transit	-	25,15,671
Total (a)	1,89,68,311	1,90,26,692
(B) Closing Stock		
Work - in - Progress	2,12,95,509	1,85,93,111
Finished Goods	-	-
Scrap	46,750	3,75,200
Goods In Transit	-	-
Total (b)	2,13,42,259	1,89,68,311
Total in (Amount inRs.) (a-b)	(23,73,948)	58,381



Note : 23 Employee Benefit Expenses

Particulars	(Amount in Rs.)	(Amount in Rs.)
	As at 31st Mar 2018	As at 31st Mar 2017
Wages, Bonus, PF & ESIC, Leave Encashment & Welfare Exp Directors Remuneration	31,09,419	28,39,296
Total in (Amount in Rs.)	31,09,419	28,39,296

Note :24 Financial Cost

Particulars	(Amount in Rs.)	(Amount in Rs.)
	As at 31st Mar 2018	As at 31st Mar 2017
Interest to Bank Other interest Expenses (Incl. On Statutory Liabilities)	1,17,613	1,47,31.0
Total in (Amount in Rs.)	1,17,613	1,47,31.0

Note : 25 Depreciation & Amortised Cost

Particulars	(Amount in Rs.)	(Amount in Rs.)
	As at 31st Mar 2018	As at 31st Mar 2017
Depreciation	28,51,824	23,56,823
Total in (Amount in Rs.)	28,51,824	23,56,823

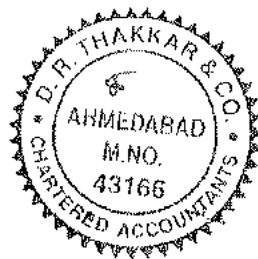
Note : 26 Other Expenses

Particulars	(Amount in Rs.)	(Amount in Rs.)
	As at 31st Mar 2018	As at 31st Mar 2017
Audit Fees	75,000	75,000
Inward Freight	8,81,978	13,13,543
Power & Fuel	35,16,440	36,44,975
Repair & Maintenance		
- Plant & Machinery	13,80,306	16,90,751
- Electrical	2,70,870	31,045
- Factory Building	8,030	1,67,931
- Others	19,544	25,568
Processing Labour Charges & Job Work	2,23,64,397	3,88,01,688
Tools Purchase	34,61,515	34,22,235
Testing Charges & Other Expenses	2,79,785	2,91,680
Factory Expenses	6,61,369	8,19,555
Loading , Unloading & Outward Freight	28,56,080	22,07,998
Packing Expenses	51,949	1,03,773
Bad Debts	2,33,899	-
Stationery, Printing ,Postage & Telephone Expenses	1,05,675	86,701
Insurance Expenses	87,340	85,872
Rates & Taxes	1,18,349	52,727
Rent	5,40,000	5,40,000
Bank Charges	7,982	6,181
Bank Processing Charges	5,000	-
Travelling & Conveyance Expenses	46,970	1,02,140
Legal & Professional Fees	9,74,430	3,04,760
Membership Expenses	-	-
Security Service Charges	13,78,551	13,90,200
Factory License Fees	6,418	6,417
Loss on Sales of Fixed Assets	150	-
Other Expenses	12,31,828	12,33,982
Total in (Amount in Rs.)	5,97,33,224	5,64,04,722



Note : 26(a)	As at 31st Mar 2018	As at 31st Mar 2017
Auditors Remuneration :	(Amount in Rs.)	(Amount in Rs.)
<u>As Auditor</u>		
Audit Fees	75,000	75,000
<u>In other Capacity</u>		-

Note : 27 Earning Per Share	(Amount in Rs.)	(Amount in Rs.)
Particulars	As at 31st Mar 2018	As at 31st Mar 2017
Profit after Taxation	9,32,027	94,67,205
Basic and Weighted number of equity shares outstanding during the year	1,50,000	2,50,000
Nominal Value of Share	10	10
Earning Per Share	1.83	37.87



Transweld Mechanical Engineering Works Ltd.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2018

Note : 28 Other Disclosures

- 1 Estimated amount of contracts remaining to be executed on capital account and not provided for Rs 6,00,000 (Previous Year Rs. 10,00,000)
- 2 Managerial Remuneration : Rs.Nil (Previous year Rs. NIL)
- 3 Closing balances of debtors, creditors and Loans and advances are subject to confirmation.

4 Related Parties Transaction :

Name of Related Parties

Nature of Relation	Name of Related Parties
Holding Company	Transformers and Rectifiers (India) Ltd. (Since 1st August, 2006.)
Associates Companies / Enterprise	Transpares Limited, Savas Engineering Co. (P) Ltd, Taril Infrastructure Ltd.
Key Management Personnel	T& R Jingle Electrical Equipments Private Ltd & Vortech Private Ltd. Mr. Satyen J. Mamora & Mr. Mahendra S. Vyas

Details of Transactions with related parties

Nature of Transaction	Holding Company & Companies/Enterprise		Key Management Personnel & Relatives		Total	
	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17
<u>Service Rendered</u>						
Transformers & Rectifiers (India) Ltd	9081543	7459544	0	0	9081543	7459544
Savas Engg. Co. (P) Ltd.	747116	1146284	0	0	747116	1146284
<u>Service Received</u>						
Transformers & Rectifiers (India) Ltd	998895	10763036	0	0	998895	10763036
Savas Engg. Co. (P) Ltd.	1596310	1570748	0	0	1596310	1570748
<u>Rent Paid</u>						
Karunaben Jitendra Mamora			180000	180000	180000	180000
<u>Sale of Capital Goods</u>						
Transformers & Rectifiers (India) Ltd	196696	0	0	0	196696	0
<u>Sale of Goods</u>						
Transformers & Rectifiers (India) Ltd	99342132	219197902	0	0	99342132	219197902
Transpares Limited	17651	14989	0	0	17651	14989
Savas Engineering Co. (P) Ltd.	8864301	17622544	0	0	8864301	17622544
<u>Purchase of Materials</u>						
Transformers & Rectifiers (India) Ltd	859770	5540257	0	0	859770	5540257
Transpares Limited	0	6734	0	0	0	6734
Savas Engineering Co. (P) Ltd.	12038093	3353712	0	0	12038093	3353712
<u>Purchase of Capital Goods</u>						
Savas Engineering Co. (P) Ltd.	179124	79735	0	0	179124	79735
Transformers & Rectifiers (India) Ltd	1035049	0	0	0	1035049	0
<u>Amount Owed by (as on 31st march):</u>						
Transpares Limited	9204	0			9204	0
Savas Engineering Co. (P) Ltd. (net)	34,26,918	13616108	0	0	3426918.12	13616108
<u>Amount Owed to (as on 31st march):</u>						
Savas Engineering Co. (P) Ltd.	0	0	0	0	0	0
Transpares Limited	0	1417			0	1417
Transformers & Rectifier (India) Ltd	50225716	8252254	0	0	50225716	8252254

Contd....



5 Information required by the Companies Act, 2013

a) Quantitative and Value analysis of stock, production and sales turnover of finished goods :

Particulars	Unit	Tank & Trolley		M.S. Channel	
		2017-18	2016-17	2017-18	2016-17
Opening Stock	Nos.	NIL	NIL	NIL	NIL
Production	Nos.	25	138	117	258
Sales	Nos.	25	138	117	258
Closing Stock	Nos.	NIL	NIL	NIL	NIL

b) Particulars of Consumption of major Raw Materials

Statement showing Quantitative Details for the Year 2017-18

Items	Opening Stock		Receipts		Consumption		Closing Stock	
	Qty.	Amount	Qty.	Amount	Qty.	Amount	Qty.	Amount
Plates	263337	12135989	973976	42133494	857925	36271345	379387	17998137
Flats	4585	166031	8032	267051	6917	139625	5700	293457
Channels	2427	99106	25082	965400	24883	944315	2626	120192
Angles	308	12545	12712	415715	11538	364075	1481	64185

Statement showing Quantitative Details for the Year 2016-17

Items	Opening Stock		Receipts		Consumption		Closing Stock	
	Qty.	Amount	Qty.	Amount	Qty.	Amount	Qty.	Amount
Plates	292298	10114747	1320024	50376494	1348985	48355252	263337	12135989
Flats	5512	183605	38561	1284773	39488	1302347	4585	166031
Channels	7182	258336	33930	1196639	38685	1355869	2427	99106
Angles	1732	72192	25404	923619	26828	983266	308	12545

c) Particulars of consumption of Principal Imported Raw Materials during the year Rs. NIL (Previous Year Rs.. NIL)

d) CIF Value of Imports Rs.. NIL (Previous Year Rs..NIL)

e) Expenditure and earning in Foreign Currency Rs.. NIL (Previous Year Rs..NIL)

6 Contingent Liabilities is provided Rs.NIL/- (Previous Year Rs. NIL)

7 Details of expenditure incurred on employees who were in receipt of remuneration at not less than Rs..2400000/- per annum when employed for the part of the year Rs. NIL (Previous Year Rs..NIL)

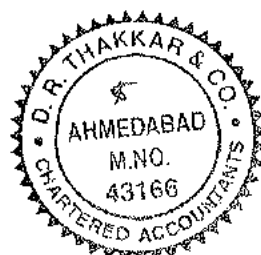
8 Remittance made on account of dividend in Foreign Currency Rs. NIL (Previous Year Rs..NIL)

9 Liquidity Risk :-

The Company manages liquidity risk by maintaining sufficient cash and cash equivalents including bank deposits and availability of funding through an adequate amount of committed credit facilities to meet the obligations when due. Management monitors rolling forecasts of liquidity position and cash and cash equivalents on the basis of expected cash flows. In addition, liquidity management also involves projecting cash flows considering level of liquid assets necessary to meet obligations by matching the maturity profiles of financial assets & liabilities and monitoring balance sheet liquidity ratios.

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The information included in the tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The tables include both interest and principal cash flows. The contractual maturity is based on the earliest date on which the Company may be required to pay.

Contd....



The following are the contractual maturities of non-derivative financial liabilities, based on contractual cash flows:

Particulars	Due in 1 Year	1 Year - 3 Years	More than 3 Years	TOTAL
As at 31st March 2018				
Borrowings	42,279	-	-	42,279
Trade Payables	4,49,33,983	-	-	4,49,33,983
Other Financial Liabilities	6,66,367	-	-	6,66,367
Total	4,56,42,629	-	-	4,56,42,629
As at 31st March 2017				
Borrowings	11,45,847	-	-	11,45,847
Trade Payables	4,87,92,425	-	-	4,87,92,425
Other Financial Liabilities	5,86,788	-	-	5,86,788
Total	5,05,25,060	-	-	5,05,25,060
As at 1st April 2016				
Borrowings	20,91,463	-	-	20,91,463
Trade Payables	4,30,89,146	-	-	4,30,89,146
Other Financial Liabilities	5,84,468	-	-	5,84,468
Total	4,57,65,077	-	-	4,57,65,077

10 Credit Risk :-

The Company's customer profile include Government Companies and Industries. Accordingly, the Company's customer credit risk is moderate. The Company has a detailed review mechanism of overdue customer receivables at various levels within organisation to ensure proper attention and focus for realisation.

The following are the contractual maturities of financial assets, based on contractual cash flows:

Particulars	Upto 1 Year	1 Year - 3 Years	More than 3 Years	TOTAL
As at 31st March 2018				
Trade Receivable	2,33,67,440	-	-	2,33,67,440
Other Financial Assets	5,21,547	-	-	5,21,547
Total	2,38,88,987	-	-	2,38,88,987
As at 31st March 2017				
Trade Receivable	1,36,16,108	-	-	1,36,16,108
Other Financial Assets	94,839	-	-	94,839
Total	1,37,10,947	-	-	1,37,10,947

11 During the year under audit, a loss has occurred due to renundation at Company's premises which affected the Fixed Assets of the Company. The value of affected Fixed Assets and the expenses incurred on repairs to such Fixed Assets totaling Rs. 8,80,840/- have been debited to 'Insurance Claim Receivable Account'. Further, the Company is in receipt of Ad-hoc insurance claim of Rs. 5,00,000/- which has been credited to the 'Insurance Claim Receivable Account'. Final settlement of Insurance claim is pending till the date of our audit.

Notes to Accounts No. 1 to 28 Signed

FOR, D.R. THAKKAR & Co.
CHARTERED ACCOUNTANTS

(CA. DIPAK R. THAKKAR)
FCA, PROPRIETOR
Membership No. :043166
Firm Reg. No.: 110895W

PLACE : AHMEDABAD
DATE : 03rd May, 2018.



FOR & on Behalf of Board of
Transweld Mechanical Engineering Works Ltd.

[Satyen J. Mamtara]
DIRECTOR
DIN : 00139984

[Mahendra S. Vyas]
DIRECTOR
DIN : 00797484

PLACE : AHMEDABAD
DATE : 03rd May, 2018.