



MECHANICAL ENGG. WORKS LTD.

**TRANSWELD MECHANICAL ENGINEERING
WORKS LIMITED**

21ST ANNUAL REPORT 2015-16

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

NOTICE

NOTICE is hereby given that 21st Annual General Meeting of the Members of Transweld Mechanical Engineering Works Limited will be held on Monday, 12th day of September, 2016 at 01:00 p.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, 2016 and reports of the Board of Directors and Auditors thereon.

Item no. 2 - Appointment of Director


To appoint a director in place of Mr. Mahendra Vyas (DIN: 00797484), who retire by rotation and being eligible, offer himself for re-appointment.

Item No. 3 - Ratification of 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 provisions of Section 139(9) and 142(1) and other applicable provisions, if any, of the Companies Act, 2013, read with the rules made thereunder, the appointment of D.R.Thakkar & Co., Chartered Accountants, Ahmedabad, (Firm Registration No.110895W) approved in the 20th Annual General Meeting until the conclusion of 25th Annual General Meeting be and is hereby ratified in this Annual General Meeting till the conclusion of the next Annual General Meeting, with the remuneration as may be decided by the Board of Directors.”

By Order of the Board of Directors


Satyen Mamtora
Chairman
(DIN: 00139984)

Place: Ahmedabad

Date: 12th May, 2016

Registered Office:

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-Bavala Highway, Village : Changodar,
Tal : Sanand, Dist. : Ahmedabad - 382 213. **Tele. : 02717 - 645621 Telefax : 02717 - 250622**

Notes:

- 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.



MECHANICAL ENGG. WORKS LTD.

BOARD OF DIRECTORS' REPORT

Dear Members

Your Directors have pleasure in presenting the 21st Annual Report along with the Audited Accounts of the Company for the year ended on 31st March, 2016.

	(Rs. In Lacs)	
Financial Results	2015-2016	2014-2015
Net Revenue form Operation	1411.36	1275.13
Other Income	5.28	8.29
Total Revenue	1416.64	1283.42
Cost of Raw Material Consumed	920.71	689.49
(Increase)/Decrease in Inventories of Finished Goods and Process Stock	(44.56)	92.48
Employee Benefit Expense	24.60	18.68
Finance Cost	19.64	30.67
Depreciation and Amortization	23.68	20.99
Other Expenses	465.49	405.13
Total Expenses	1409.56	1257.44
Profit/(Loss) before tax	7.08	25.98
Tax Expenses	6.36	(0.90)
Profit/(Loss) after tax	0.72	26.88

Results of Operation

During the financial year 2015-16, the Company has achieved total Revenue of Rs. 1416.64 Lacs as against the previous year Rs. 1283.42 Lacs. The Company earned Profit before Tax of Rs. 7.08 Lacs as against previous year of Rs. 25.98 Lacs and the net Profit after Tax of Rs. 0.72 Lacs as against previous year of Rs. 26.88 Lacs.

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 2015-2016 (Last Year - Nil).

Transfer to Reserves

Your directors have not recommended transfer to the General Reserve. An Amount of Rs. 425.19 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, 2016 stood at Rs. 25.00 Lacs. During the year under review, the Company has not issued any share capital.

CIN No. U55101GJ1995LC026055;

44-C, Ashwamegh Industrial Estate, Sarkhej-Bavala Highway, Village : Changodar,

Tal : Sanand, Dist. : Ahmedabad - 382 213. Tele. : 02717 - 645621 Telefax : 02717 - 250622

Directors

Mr. Mahendra Vyas (DIN: 00797484) 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 Mamtora, 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 2015-16, the Board of Directors met Four (4) times i.e. 25th May, 2015, 18th July, 2015, 21st October, 2015 and 7th January, 2016.

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 Mamtora	Director	4/4
2	Mr. Mahendra Vyas	Director	4/4
3	Mr. Sureshchandra Agarwal	Director	4/4

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

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, 2016, 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, 2016 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, 2016 and the date of Director's Report i.e. 12th May, 2016.

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 (Management and Administration) Rules, 2014 the extract of the Annual Return as at 31st March, 2016 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**.

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. 60 Lacs or more, paid in respect of persons employed throughout the financial year or to whom remuneration of Rs. 5 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. The Company has received the consent from the Auditors and confirmation to the effect that they are not disqualified to be appointed as the Auditors of the Company in the terms of the provisions of the Companies Act, 2013 and the Rules made thereunder.

Accordingly the Board of Directors had recommended the ratification of appointment of D.R. Thakkar & Co., Chartered Accountants as the Statutory Auditors of the Company to hold the office from the ensuing Annual General Meeting till the conclusion of the next Annual General Meeting on such remuneration as may be determined by Board of Directors in consultation with the auditors.

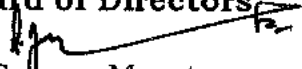
Auditor's Report

The Auditors' Report on the accounts of the Company for the accounting year ended 31st March, 2016 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


Savyen Mamtora
Chairman
(DIN: 00139984)

Place: Ahmedabad

Date: 12th May, 2016

Registered Office:

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

CIN: U55101GJ1995PLC026055

ANNEXURE - 1

FORM MGT - 9

**EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED
ON 31ST MARCH, 2016**

[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)

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

Particulars	(Rs. in Lacs)			
	Secured Loan excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i. Principal Amount	16.21	-	-	16.21
ii. Interest due but not paid	-	-	-	-
iii. Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	16.21	-	-	16.21
Change in Indebtedness during the financial year				
• Addition	4.70	-	-	4.70
• Reduction	-	-	-	-
Net Change	4.70	-	-	4.70

Indebtedness at the end of the financial year				
i. Principal Amount	20.91	-	-	20.91
ii. Interest due but not paid	-	-	-	-
iii. Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	20.91	-	-	20.91

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, 2016

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 2015-16;

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.



MECHANICAL ENGG. WORKS LTD.

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)]

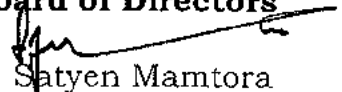
1. Details of contracts or arrangements or transactions not at arm's length basis:

No such transactions were entered during the financial year 2015-16.

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 2015-16 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, 2016.

By Order of the Board of Directors


Satyen Mamtara
Chairman
(DIN: 00139984)

Place: Ahmedabad
Date: 12th May, 2016

INDEPENDENT AUDITOR'S REPORT

TO,

THE MEMBERS OF

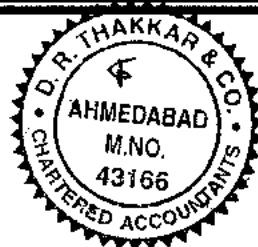
Transweld Mechanical Engineering Works Ltd.

Report on the Financial Statements

We have audited the accompanying s financial statements of **Transweld Mechanical Engineering Works Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss, the Cash Flow Statement 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 financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 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 financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

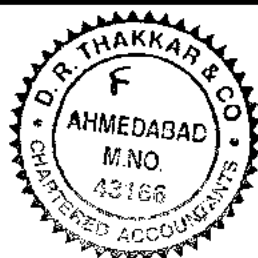
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, of the state of affairs of the Company as at 31st March, 2016, and its profit/loss and its cash flows for the year ended on that date.

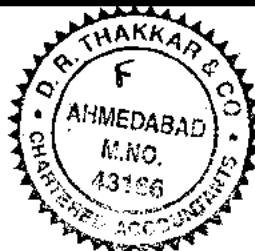


Report on Other Legal and Regulatory Requirements

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 dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid 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, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 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 : 12th May, 2016.

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.

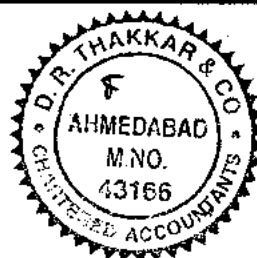


5. The Company has not accepted any deposits from the public , Therefore compliance to directives issued by the Reserve Bank of India and the Provision of section 73 to 76 or any other relevant provision of the Companies Act,2013 and the rules framed there under are not applicable to the company.
6. 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 : 12th May, 2016.

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, 2016**, 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.

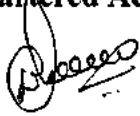
Opinion

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, 2016**, 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 : 12th May, 2016.

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




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

Transweld Mechanical Engineering Works Ltd.

BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Note No.	As at 31.03.2016 (Amount InRs.)	As at 31.03.2015 (Amount InRs.)
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	25,00,000	25,00,000
(b) Reserves and Surplus	3	4,55,97,304	4,55,97,304
(2) Share Application money pending allotment			
(3) Non-Current Liabilities			
(a) Long Term Borrowing	--	-	-
(b) Deferred Tax Liabilities (Net)	4	31,15,042	26,11,658
(c) Trade Payable	5	22,930	20,000
(d) Long Term Provision	--	-	-
(4) Current Liabilities			
(a) Trade Payables	6	1,96,61,482	1,96,61,482
(b) Short Term Borrowing	7	16,20,797	16,20,797
(b) Other Current Liabilities	8	2,53,01,959	2,53,01,959
(c) Short-Term Provisions	9	10,26,678	10,26,678
Total Equity & Liabilities		11,16,98,602	9,83,39,878
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	10	4,11,24,919	4,11,24,919
(ii) Capital Work in Progress		-	-
(b) Long term Loans and Advances	11	11,35,634	11,35,634
(c) Trade Receivables	12	-	-
(2) Current Assets			
(a) Inventories	13	4,91,80,931	4,91,80,931
(b) Trade Receivables	14	6,03,532	6,03,532
(c) Cash and Cash Equivalents	15	51,03,008	51,03,008
(d) Short-Term Loans and Advances	16	10,75,352	10,75,352
(e) Other Current Assets	17	1,16,502	1,16,502
Total Assets		11,16,98,602	9,83,39,878

NOTES TO ACCOUNTS

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SIGNIFICANT ACCOUNTING POLICIES

1

Notes attached there to form an integral part of Financial Statements

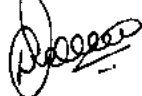
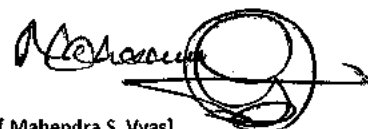
This is the Balance Sheet referred to in our Report of even date.

FOR, D.R. THAKKAR & Co.

FOR & Behalf of Board of

Transweld Mechanical Engineering Works Ltd.

CHARTERED ACCOUNTANTS

(CA. DIPAK R. THAKKAR)
FCA, PROPRIETOR
Membership No. :043166
Firm Reg. No.: 110895W
PLACE : AHMEDABAD
DATE : 12th May, 2016.

[Satyen J. Mamtora]
DIRECTOR
DIN : 00139984

[Mahendra S. Vyas]
DIRECTOR
DIN 00797484



PLACE : AHMEDABAD
DATE : 12th May, 2016.

Transweld Mechanical Engineering Works Ltd.

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2016

Sr. No	Particulars	Note No.	As at 31.03.2016	As at 31.03.2015
			(Amount in Rs.)	(Amount in Rs.)
I	Revenue from Operations	18	12,75,13,124	12,75,13,124
II	Other Income	19	8,28,405	8,28,405
III	III. Total Revenue (I + II)		14,16,64,948	12,83,41,529
IV	Expenses:			
	Cost of Materials Consumed	20	6,89,48,589	6,89,48,589
	Changes in Inventories of Finished Foods, Work-in-Progress	21	92,48,425	92,48,425
	Employee Benefit Expenses	22	18,67,835	18,67,835
	Financial Costs	23	30,67,023	30,67,023
	Depreciation and Amortization Expense	24	20,98,572	20,98,572
	Other Expenses	25	4,05,13,085	4,05,13,085
	Total Expenses (IV)		14,09,56,113	12,57,43,530
V	Profit before Exceptional and Extraordinary Items and Tax	(III - IV)	7,08,035	25,98,000
VI	Exceptional Items		-	-
VII	Profit before Extraordinary Items and Tax (V - VI)		7,08,035	25,98,000
VIII	Extraordinary Items		-	-
IX	Profit Before Tax (VII - VIII)		7,08,035	25,98,000
X	Tax expense:			
	(1) Current tax		5,25,000	5,25,000
	(2) Short \ (Excess) Provision of Taxation of Earlier Years		-	-
	(3) Deferred tax		(6,15,342)	(6,15,342)
XI	Profit(Loss) from the year from Continuing Operations	(IX-X)	71,651	26,88,342
XII	Profit/(Loss) from Discontinuing Operations		-	-
XIII	Tax Expense of Discounting Operations		-	-
XIV	Profit/(Loss) from Discontinuing Operations (XII - XIII)		-	-
XV	Profit/(Loss) for the Year (XI + XIV)		71,651	26,88,342
XVI	Earning per Equity Share:	26		
	(1) Basic		10.75	10.75
	(2) Diluted		10.75	10.75

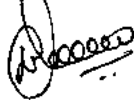
NOTES TO ACCOUNTS

SIGNIFICANT ACCOUNTING POLICIES

Notes attached there to 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: 12th May, 2016.

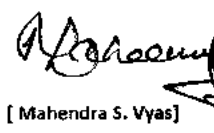



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FOR & Behalf of Board of

Transweld Mechanical Engineering Works Ltd.

[Satyen J. Mamtora]
DIRECTOR
DIN: 00139984

[Mahendra S. Vyas]
DIRECTOR
DIN 00797484

PLACE: AHMEDABAD
DATE: 12th May, 2016.

Transweld Mechanical Engineering Works Ltd.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016.

PARTICULARS	2015-2016		2014-2015	
	2015	2016	2014	2015
	TOTAL			TOTAL
	(Amount in Rs.)			(Amount in Rs.)
(A) Cash Flow From Operating Activities				
Net profit before tax		27,08,035	-	25,98,000
Adjustments for:				
Interest Income	(5,16,008)		(4,62,112)	
Loss on sales of Fixed Assets	3,23,030			
Depreciation	23,67,776		20,98,572	
Finance Charges	19,63,811		30,67,023	
		48,38,609		47,03,483
Operating Profit before Working capital changes		48,46,643		73,01,482
Movements in Working Capital:				
Change in Long Term Loans and Advances			(1,69,816)	
Change in Non Current Trade Receivables			2,33,898	
Change in Inventories	(1,02,35,201)		16,81,640	
Change in Trade Receivables (Current)	(16,88,539)		57,44,530	
Change in Short Term Loans and Advances	(2,20,286)		(5,18,230)	
Change in Other Current Assets	17,853		(30,216)	
Change in Trade Payable (Non Current)	2,990		0	
Change in Trade Payables (Current)	2,84,04,672		34,13,281	
Change in Short Term Provisions	15,579		(2,42,901)	
Change in Other Liabilities	(1,08,24,785)		2,44,40,827	3,45,53,013
Cash generated from operations		51,09,928		4,18,54,496
Direct Taxes Paid		(5,25,285)		(3,38,955)
Net Cash from Operating Activities (A)		48,84,543		4,15,15,541
(B) Cash flow from Investing activities				
Purchase of Fixed Assets	(63,72,282)		(94,66,440)	
Sales of Fixed Assets	382,500			
Interest Received	5,16,008		4,62,112	
Net cash from investing activities (B)		(27,73,774)		(90,04,328)
		21,10,869		3,25,11,213
(C) Cash flow from financing activities				
Proceeds From Borrowing	4,70,666		16,20,797	
Repayment Of Borrowing			(3,11,75,124)	
Finance Charges Paid	(19,63,811)		(30,67,023)	
Dividend Paid			-	
Net cash generated from financing activities (C)		(14,93,145)		(3,26,21,350)
Net increase in cash & cash equivalents (A+B+C)		6,17,222		(1,10,137)
Cash &Cash equivalents at the beginning of the period		51,03,008		52,13,144
Cash & cash equivalents at the end of the period		57,20,232		51,03,008



Components of Cash and cash equivalents :

Particulars	2015-2016	2014-2015
Cash on hand	69,171	69,171
Balances with the banks	7,18,168	7,18,168
FDR with banks	43,15,669	43,15,669
Total Cash and cash equivalents as restated	51,03,008	51,03,008

Notes to Cash Flow:-

1. All figures in bracket are outflow.
2. The above Cash Flow Statement has been prepared under the ' Indirect Method' as set out in Accounting Standard 3 on " Cash Flow Statement " issued by The Institute of Chartered Accountants of India

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



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

PLACE : AHMEDABAD
DATE : 12th May, 2016.



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



[Satyen J.Mamtora]
DIRECTOR
DIN : 00139984

[Mahendra S. Vyas]
DIRECTOR
DIN 00797484

PLACE : AHMEDABAD
DATE : 12th May, 2016.

Transweld Mechanical Engineering Works Ltd.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2016

Notes 1 Significant Accounting Policies

A Accounting Convention

The Accounts are prepared on historical cost basis and based on accrual method of Accounting and applicable Accounting Standards notified under the Companies (Accounting Standards) Rules, 2014(as amended) and relevant provision of The Companies Act, 2013.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year,

B Use of Estimates

The preparation of financial statement in conformity with Indian GAAP 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 Fixed Assets

a) Tangible Fixed Assets are stated at cost of Acquisition or construction less accumulated depreciation. The cost of fixed assets includes non-refundable taxes and levies, freight and other incidental expenses related to acquisition and installation of the respective assets.

b) The Company evaluated the impairment losses on the fixed assets, whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. If such assets are considered to be impaired, the impairment loss is recognised for the amount by which the carrying amount of the assets exceeds its recoverable amount. For the purpose of assessing impairment assets are grouped at the smallest level for which there are separately identifiable cash flows.

D Depreciation and Amortisation

Depreciation on fixed assets is provided on Useful Life (Straight Line) Method in accordance with Section 123 of the Companies Act, 2013 at the rate and in the manner prescribed in schedule -II of the said Act, except in case of Plant and machineries & Electrification and Computer ,useful life provided under the Act is 15, 10 & 3 Years respectively, whereas management of company has considered it as 21 Years in case of Plant & machineries & Electrification and 5 Years in case of Computer. From the date this Schedule comes into effect , the Carrying amount of the asset as on the date has been depreciated over the remaining useful life of the asset as per this Schedule .

E Investment

Investment which are readily realizable and intended to be held for not more than one year from the date on which such investments are made are classified as current investments. All other investments are classified as long term investments. Long term Investment are stated at Cost and provisions is made to recognise any diminution in value, other than that of temporary nature.

F Inventories

a) Raw Materials, Process Stock and Finished Goods are valued at lower of cost or net realisable value.

b) Cost for Raw materials is determined on Weighted Average / FIFO basis, net of cenvat credit availed.

c) Cost for Finished Goods and Process Stock is determined taking material cost (Net of cenvat credit availed) , labour and relevant appropriate overheads.

Contd....



G Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

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 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 on behalf of the Government and, therefore, it is not an economic benefit flowing to the company. Hence, 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.

H Cenvat Credit

Cenvat Credit is accounted for on accrual basis on purchase of eligible inputs, capital goods and services

J 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.

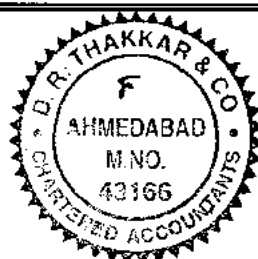
Accumulated leave, which is expected to be utilized within next 12 months, is treated as short-term employee benefit. The company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.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

K Borrowing Cost

Interest and other costs in connection with the borrowing of the funds to the acquisition / construction of qualifying fixed assets are capitalised upto the date when such assets are ready to intended use and other borrowing costs are charged to Statement of Profit and Loss.

Contd...



L 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.

Deferred tax resulting from 'timing difference' between accounting income and taxable income originating during the current year and reversal of timing difference of earlier years using the tax rates and laws that have been enacted or subsequently enacted as on reporting date. Deferred Tax Assets are recognised and carried forward only to the extent there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

M Leases

a) Assets acquired under lease where the company has substantially all risk and rewards incidental to ownership are classified as finance leases. Such assets are capitalised at the inception of lease at the lower of fair value or present value of minimum lease payment and liability is created for an equivalent amount. Each lease rental is allocated between the liability and the interest cost, so as to obtain a constant periodic rate of interest on the outstanding liability of each period.

b) Assets acquired on lease where a significant portion of risk and rewards incidental to ownership is retained by the lessor are classified as operating lease. Lease rental are charged to the Statement of Profit and Loss on accrual basis.

N Earning Per Share

The Company reports basic and diluted Earning Per Share (EPS) in accordance with Accounting Standard 20 on Earning Per Share. Basic Earning Per Share is computed by dividing the Net Profit for the year by the weighted average number of equity shares outstanding during the year. Diluted Earning Per Share, the net profit or loss for the period attributable to equity shareholders and weighted average number of shares outstanding during the period are adjusted for the effect of all dilutive potential equity shares.

O Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

p Cash & Cash Equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short-term investments.



Transweld Mechanical Engineering Works Ltd.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2016

Note : 2 Share Capital

Particulars	(Amount inRs.)		(Amount inRs.)
			As at 31st Mar 2015
AUTHORISED SHARE CAPITAL :			
2,50,000 Equity Shares of Rs. 10/- each			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
Total In (Amount inRs.)			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 : 2(a)

	(Amount inRs.)	As at 31st Mar 2015
Reconciliation of the shares outstanding at the beginning and at the end of the reporting period		
At the Beginning of the Period		2,50,000
Issued during the period		-
Outstanding at the end of Period		2,50,000

Note : 2(b)

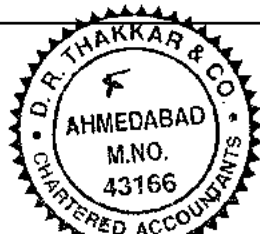
	(Amount inRs.)	As at 31st Mar 2015
Details of Numbers Share held by shareholders holding more than 5% the aggregate shares in the company		
Transformers & Rectifiers India Ltd. (100% Holding Since 1st August,2006.)	2,50,000	2,50,000

Note : 2(c)

	(Amount inRs.)	As at 31st Mar 2015
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 Preceeding Reporting Date,		
Since No such transaction has been made during the reporting period.		Not Applicable

Note : 3 Reserve & Surplus

Particulars	(Amount inRs.)		(Amount inRs.)
			As at 31st Mar 2015
(a) General Reserve			
As per last Financial Statement		31,50,000	
Add : Amount transferred from Statement Profit and Loss		-	31,50,000
(b) Surplus/(Deficit) in Statement of Profit and Loss			
Balance As per Last Financial Statement		3,99,02,122	
Profit for the year		26,88,342	
		4,25,90,464	
Less: Appropriations			
Proposed Final Equity Dividend		-	
Tax on Proposed Equity Dividend		-	
Transfer to Depreciation Fund		1,43,160	
Transfer to General Reserve		-	
		1,43,160	
Net surplus in the Statement of Profit and Loss			4,24,47,304
Total in (Amount inRs.)			4,55,97,304



Note : 4 Deferred Tax Liabilities (Net)

Consequent to the issuance of AS : 22 " Accounting of Taxes on Income ", by The Institute of Chartered Accountants of India, the Company has recognised the deferred tax liabilities of Rs. 500384/- 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 inRs.)		(Amount inRs.)
			As at 31st Mar 2015
Deferred Taxes			
Deferred Taxes Liability			
Fixed Asset : Impact of difference between Tax depreciation and depreciaton charged to Financial Statement		32,27,000	
Add : Addition During The Year		-	32,27,000
Other (if any)			
Total of Deferred Liabilites (in (Amount inRs.)) (a)			32,27,000
Deferred Taxes Asset			
Impact of Expenditure Charged to Statement of Profit and Loss in Current year but allowed for Tax Purpose on Payment basis		6,15,342	6,15,342
Add : Addition During The Year			-
Other (if any)			
Total of Deferred Assets (in (Amount inRs.)) (b)			6,15,342
Total in (Amount inRs.) (a) - (b)			26,11,658

Note : 5 Trade Payables (Non Current)

Particulars	(Amount inRs.)		(Amount inRs.)
			As at 31st Mar 2015
Trade Paybles : (Unsecured)			
a) Micro and Small Enterprise			
b) Others			
- For Goods	20,000		20,000
- For Services	2,990		
Total in (Amount inRs.)			20,000

Notes:-

- (i) The Company has called for balance confirmation of creditors on random basis. Out of which the Company has received reponse 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 : 6 Trade Payables (Current)

Particulars	(Amount inRs.)		(Amount inRs.)
		As at 31st Mar 2016	As at 31st Mar 2015
Trade Paybles : (Unsecured)			
a) Micro and Small Enterprise	-	-	-
b) Others			
- For Goods	3,53,38,301	1,58,94,185	
- For Services	77,27,855	37,67,297	1,96,61,482
Total in (Amount inRs.)		1,96,61,482	

Notes:-

(i) The Company has called for balance confirmation of creditors on random basis. Out of which the Company has received reponse 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 : 7 Short Term Borrowing (Non Current)

Particulars	(Amount inRs.)		(Amount inRs.)
		As at 31st Mar 2016	As at 31st Mar 2015
Bank Overdraft from Banks (Secured)			
- IDBI Bank			16,20,797
- Axis Bank			-
Total in (Amount inRs.)			16,20,797

Note : 8 Other Current Liabilities

Particulars	(Amount inRs.)		(Amount inRs.)
		As at 31st Mar 2016	As at 31st Mar 2015
Excise Duty Payable			7,90,092
Service Tax Payable			9,318
TDS & TCS Payable			2,73,883
VAT & CST Payable			3,65,115
Professional Tax Payable			9,950
Advance from Customers			2,38,46,535
Other Liabilities			7,066
Total in (Amount inRs.)			2,53,01,959

Note : 9 Short Term Provisions

Particulars	(Amount inRs.)		(Amount inRs.)
		As at 31st Mar 2016	As at 31st Mar 2015
Provision for Employee Benefits			
Providend Fund	17,003	14,950	
E.S.I.C	6,937	12,771	
Wages	1,51,414	1,40,147	
Employee Insurance Payable	-	-	1,67,868
Others :			
Outstanding Expenses	5,84,468	4,75,375	
Dividend Payable (Proposed)	-	-	
Dividend Distribution Tax Payable	-	-	
Provision for Taxation (Net of Advacne Tax & TDS)	-	3,83,435	8,58,810
Total in (Amount inRs.)			10,26,678

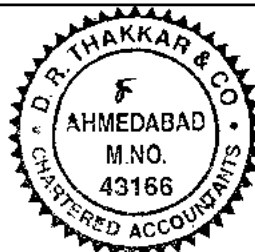


Transweld Mechanical Engineering Works Ltd.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2016

Note : 10 Fixed Assets

(Amount in Rs.)									
(A) TANGIBLE ASSETS									
As at 01.04.2014	1,49,560	1,56,09,474	2,01,96,334	46,29,083	3,05,911	2,76,612	1,43,676	1,523	4,13,12,173
- Additions	-	33,81,761	81,55,796	74,063	-	16,400	-	-	1,16,28,020
- Disposals	-	-	-	-	-	-	-	-	-
Other Adjstments :									
- Borrowing Costs	-	-	-	-	-	-	-	-	-
- Exchange Differences	-	-	-	-	-	-	-	-	-
As at 31.03.2015	1,49,560	1,89,91,235	2,83,52,130	47,03,146	3,05,911	2,93,012	1,43,676	1,523	5,29,40,193
- Additions	-	1,61,338	30,41,556	61,583	-	43,825	-	-	33,08,302
- Disposals	-	-	8,05,827	-	-	88,614	-	-	8,94,441
Other Adjstments :									
- Borrowing Costs	-	-	-	-	-	-	-	-	-
- Exchange Differences	-	-	-	-	-	-	-	-	-
As at 31.03.2016	1,49,560	1,91,52,573	3,05,87,859	47,64,729	3,05,911	2,48,223	1,43,676	1,523	5,53,54,054
Useful Life (in Years)	-	30	15 & 21	10 & 21	10	5	3 & 5	10	
As at 01.04.2014	-	32,54,495	43,75,831	16,34,775	1,40,336	68,990	98,393	724	95,73,544
- Additions	-	5,12,317	12,30,967	2,42,785	79,525	16,583	16,247	146	20,98,570
- Transfer to Retained Earnings	-	-	-	-	977	1,37,973	4,210	-	1,43,160
- Disposals	-	-	-	-	-	-	-	-	-
As at 31.03.2015	-	37,66,812	56,06,798	18,77,560	2,20,838	2,23,546	1,18,850	870	1,18,15,274
- Additions	-	5,94,169	14,85,020	2,34,637	18,635	22,346	12,882	87	23,67,776
- Transfer to Retained Earnings	-	-	-	-	-	-	-	-	-
- Disposals	-	-	4,04,728	-	-	84,183	-	-	4,88,911
As at 31.03.2016	-	43,60,981	66,87,090	21,12,197	2,39,473	1,61,709	1,31,732	957	1,36,94,138
As at 31.03.2015	1,49,560	1,89,91,235	2,83,52,130	47,03,146	3,05,911	2,93,012	1,43,676	1,523	5,29,40,193
As at 31.03.2016	1,49,560	1,91,52,573	3,05,87,859	47,64,729	3,05,911	2,48,223	1,43,676	1,523	5,53,54,054
(B) CAPITAL WORK IN PROCESS									
As at 01.04.2014	-	5,62,627	15,98,953	-	-	-	-	-	21,61,580
- Additions	-	23,41,927	16,36,906	-	-	-	-	-	39,78,833
- Disposals	-	29,04,554	32,35,859	-	-	-	-	-	61,40,413
Other Adjstments :									
- Borrowing Costs	-	-	-	-	-	-	-	-	-
- Exchange Differences	-	-	-	-	-	-	-	-	-
As at 31.03.2015	-	-	63,980	-	-	-	-	-	63,980
- Additions	-	-	63,980	-	-	-	-	-	63,980
- Disposals	-	-	-	-	-	-	-	-	-
Other Adjstments :									
- Borrowing Costs	-	-	-	-	-	-	-	-	-
- Exchange Differences	-	-	-	-	-	-	-	-	-
As at 31.03.2016	-	-	-	-	-	-	-	-	-



Transweld Mechanical Engineering Works Ltd.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2016

Note : 11 Long Term Loans and Advances

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
Advance Income Tax/Refund Due (Net of Provision)	3,07,266	2,96,416
Security Deposit		
a) Secured, Considered Good :		
- Earnest Money Deposit	2,000	2,000
b) Unsecured, Considered Good :		
- G.E.B Power Deposits	8,35,218	8,35,218
- LIC- EDLI Deposit	2,000	2,000
- A.E.I. Trust (Group Gratuity)	-	-
Total in (Amount inRs.)	11,41,484	11,35,634

Note : 12 Trade Receivable (Non Current)

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
Long Term Trade Reclevables overdue for more than twelve months		
a) Unsecured, Considered Good :		-
Total in (Amount inRs.)		-

Note : 13 Inventories (Valued at lower of Cost or Net Realizable Value)

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
Raw Material (Refer to note no.20)	3,46,10,600	3,46,10,600
Work-in-Progress (Refer to Note No. 21)	1,42,17,831	1,42,17,831
Finished Goods (Refer to Note No. 21)	-	-
Goods in Transist (Refer to Note No. 21)	-	-
Scrap (Refer to Note No. 21)	3,52,500	3,52,500
Total in (Amount inRs.)	5,94,16,132	4,91,80,931

Note : 14 Trade Recievables

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
Outstanding overdue for more than six months		
a) Unsecured, Considered Good :	2,35,178	2,35,178
Others		
a) Unsecured, Considered Good :	3,68,354	3,68,354
Total in (Amount inRs.)	22,92,071	6,03,532

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 : 15 Cash & Cash Equivalent

Particulars	(Amount inRs.)	(Amount inRs.)
		As at 31st Mar 2015
Cash-in-Hand		
Cash on hand		69,171
Sub Total (A)		69,171
Balance with Banks		
In Current Accounts		7,18,168
Other Bank Balance :-		
Fixed Deposit with State Bank of India		4,85,371
Fixed Deposit with IDBI Bank		38,30,298
Sub Total (B)		50,33,837
Cheques on Hand (C)		-
Total [A + B + C]		51,03,008

Note : 16 Short Terms Loans and Advances

Particulars	(Amount inRs.)	(Amount inRs.)
		As at 31st Mar 2015
Advance Recoverable in cash or in kind or for value to be considered good		
Advance to Suppliers		2,36,613
Balance With Revenue Authorities (Indirect Taxes)		4,35,436
Prepaid Expenses		77,348
Advance to Staff		2,89,276
U.G.V.C.L. Receivable		36,680
Total in (Amount inRs.)		10,75,352

Note : 17 Other Current Assets

Particulars	(Amount inRs.)	(Amount inRs.)
		As at 31st Mar 2015
Interest Receivable on GEB Deposit		50,000
Interest Accrued but not due		66,502
Total in (Amount inRs.)		1,16,502



Transweld Mechanical Engineering Works Ltd.

Schedules Forming Part of the Profit & Loss Accounts as at 31st March, 2015

Note : 18 Revenue from Operations

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
Revenue form Operations		
Sale of Finished Goods (Gross)	12,98,13,484	12,98,13,484
Sale of Services - Jobwork (Gross)	33,85,476	33,85,476
Other Operating Revenue		
Scrap Sales	82,03,617	82,03,617
Revenue from Repairs	-	-
Revenue form Operations (Gross)	14,14,02,577	14,14,02,577
Less : Excise Duty	1,38,89,453	1,38,89,453
Total in (Amount inRs.)	14,11,35,808	12,75,13,124

Note : 19 Other Income

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
Interest Received on Fixed Deposit with Banks	3,79,713	3,79,713
Interest Received From Others	82,399	82,399
Rent Income	3,60,000	3,60,000
Vatav-Kasar	355	355
Other Income	5,938	5,938
Total in (Amount inRs.)	5,28,340	8,28,405

Note : 20 Cost of Material Consumed

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
RAW MATERIALS CONSUMED :		
Inventory at the beginning of the year	2,70,43,815	2,70,43,815
Add : Purchase (Net of CENVAT Credit)	7,65,15,374	7,65,15,374
	10,35,59,189	10,35,59,189
Less : Inventory at the end of the year	3,46,10,600	3,46,10,600
Sub-total (a)	6,89,48,589	6,89,48,589

Note : 21 Change in Inventories

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
(A) Opening Stock		
Work - in - Progress	2,28,74,356	2,28,74,356
Finished Goods	-	-
Scrap	9,44,400	9,44,400
Goods In Transit	-	-
Total (a)	2,38,18,756	2,38,18,756
(B) Closing Stock		
Work - in - Progress	1,42,17,831	1,42,17,831
Finished Goods	-	-
Scrap	3,52,500	3,52,500
Goods In Transit	-	-
Total (b)	1,45,70,331	1,45,70,331
Total in (Amount inRs.) (a-b)	92,48,425	92,48,425



Note : 22 Employee Benefit Expenses

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
Wages, Bonus, PF & ESIC, Leave Encashment & Welfare Exp Directors Remuneration	24,60,538	18,67,835
Total in (Amount inRs.)	24,60,538	18,67,835

Note :23 Financial Cost

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
Interest to Bank Other Interest Expenses (Incl. On Statutory Liabilities)	19,63,811	28,06,710 2,60,313
Total in (Amount inRs.)	19,63,811	30,67,023

Note : 24 Depreciation & Amortised Cost

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
Depreciation	20,98,572	20,98,572
Total in (Amount inRs.)	20,98,572	20,98,572

Note : 25 Other Expenses

Particulars	(Amount inRs.)	(Amount inRs.)
	As at 31st Mar 2016	As at 31st Mar 2015
Audit Fees	75,000	75,000
Inward Frieght	14,44,164	9,92,514
Power & Fuel	28,42,642	28,96,948
Repair & Maintenance		
- Plant & Machinery	7,96,893	7,96,893
- Electrical	1,59,606	1,59,606
- Factory Building	-	-
- Others	4,22,640	4,22,640
Processing Labour Charges & Job Work	2,42,31,535	2,42,31,535
Tools Purchase	25,36,770	25,36,770
Testing Charges & Other Expenses	1,22,950	1,22,950
Factory Expenses	6,22,985	6,22,985
Loading , Unloading & Outward Freight	18,33,577	18,33,577
Packing Expenses	45,608	45,608
Stationery, Printing ,Postage & Telephone Expenses	84,464	84,464
Insurance Expenses	59,197	59,197
Rates & Taxes	45,881	45,881
Rent	5,85,000	5,85,000
Bank Charges	10,345	10,345
Bank Processing Charges	2,809	2,809
Travelling & Conveyance Expenses	44,008	44,008
Legal & Professional Fees	27,18,166	27,18,166
Membership Expenses	40,000	40,000
Security Service Charges	12,61,050	12,61,050
Factory License Fees	-	-
Loss on Sales of Fixed Assets	-	-
Other Expenses	9,25,140	9,25,140
Total in (Amount inRs.)	4,05,13,085	4,05,13,085



Note : 25(a)		As at 31st Mar 2015
Auditors Remuneration :		(Amount inRs.)
<i>As Auditor</i>		
Audit Fees		75,000
<i>In other Capacity</i>		-

Note : 26 Earning Per Share	(Amount inRs.)	(Amount inRs.)
		As at 31st Mar 2015
Particulars		
Profit after Taxation		26,88,342
Basic and Weighted number of equity shares outstanding during the year		2,50,000
Nominal Value of Share		10
Earning Per Share		10.75



Transweld Mechanical Engineering Works Ltd.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2016

Note 27 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. NIL)
- 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 :

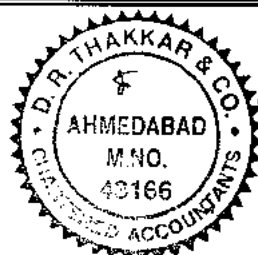
Name of Related Parties

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	Mr. Satyen J. Mamtara & Mr. Mahendra S. Vyas

Details of Transactions with related parties

Nature of transaction	Holding Company / Companies/Enterprise		Key Management Personnel & Relatives		Total	
	2015-2016	2014-2015	2015-2016	2014-2015	2015-2016	2014-2015
<u>Service Rendered</u>						
Transformers & Rectifiers (India) Ltd	136793	3287067	0	0	136793	3287067
Savas Engg. Co. (P) Ltd.	82463	75909	0	0	82463	75909
<u>Service Received</u>						
Transformers & Rectifiers (India) Ltd	2002208	9446048	0	0	2002208	9446048
Savas Engg. Co. (P) Ltd.	757039	1775519	0	0	1757039	1775519
<u>Rent Paid</u>						
Karunaben Jitendra Mamtara			180000	180000	180000	180000
<u>Rent Received</u>						
Transformers & Rectifiers (India) Ltd.	0	360000	0	0	0	360000
<u>Sale of Goods</u>						
Transformers & Rectifiers (India) Ltd	152595958	132547483	0	0	152595958	132547483
Transpares Limited	68104	108927	0	0	68104	108927
Savas Engineering Co. (P) Ltd.	3206669	2600563	0	0	3206669	2600563
<u>Purchase of Materials</u>						
Transformers & Rectifiers (India) Ltd	4530186	4533874	0	0	4530186	4533874
Savas Engineering Co. (P) Ltd.	2354633	1606879	0	0	2354633	1606879
<u>Purchase of Capital Goods</u>						
Savas Engineering Co.(P) Ltd.	0	78152	0	0	0	78152
Transformers & Rectifiers (India) Ltd	459791	4333099	0	0	459791	4333099
<u>Amount Owed by (as on 31st march):</u>						
Transformers & Rectifier (India) ltd	0	0	0	0	0	0
Transpares Limited	2289614	0	0	0	2289614	0
Savas Engineering Co. (P) Ltd.	0	0	0	0	0	0
<u>Amount Owed to (as on 31st march):</u>						
Savas Engineering Co. (P) Ltd.	2446633	1173283	0	0	2446633	1173283
Transformers & Rectifier (India) ltd	1127301	23089632	0	0	1127301	23089632

Contd....



4 Information required by the Companies Act, 2013

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

Particulars	Units	Tank & Trolley		M.S. Channel	
		2015-2016	2016-2015	2015-2016	2014-2015
Opening Stock	Nos.	NIL	NIL	NIL	NIL
Production	Nos.	111	75	253	158
Sales	Nos.	111	75	253	158
Closing Stock	Nos.	NIL	NIL	NIL	NIL

b) Particulars of Consumption of major Raw Materials

Statement showing Quantitative Details for the Year 2015-16

(Units in Kgs.)

Items	Opening Stock		Receipts		Consumption		Closing Stock	
	Qty.	Amount	Qty.	Amount	Qty.	Amount	Qty.	Amount
Plates	220108	8782570	1415359	49137430	1343169	47805254	292298	10114746
Flats	3680	140944	54384	1864137	52552	1821476	5512	183605
Channels	8797	367187	39335	1450317	40950	1559167	7182	258337
Angles	2443	100265	30030	1146131	30741	1174204	1732	72192

Statement showing Quantitative Details for the Year 2014-15

(Units in Kgs.)

Items	Opening Stock		Receipts		Consumption		Closing Stock	
	Qty.	Amount	Qty.	Amount	Qty.	Amount	Qty.	Amount
Plates	153625	6836312	1825580	76353120	1759097	74406863	220108	8782570
Flats	10309	423821	31780	1236631	38409	1519508	3680	140944
Channels	7696	307975	43478	1814275	42377	1755062	8797	367187
Angles	3246	130583	25444	1070539	26247	1100857	2443	100265

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)

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

6 Details of expenditure incurred on employes 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)

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

Contd....



8 As per practice consistently followed, Cenvat duty on finished goods lying in the plants at the end of the year is neither included in expenditure nor valued in such stock, but is accounted for on clearance of goods. This has no effect on Profit / Loss for the year.

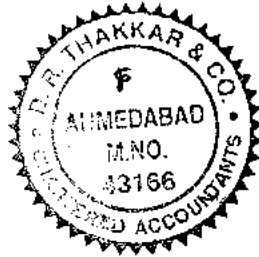
Notes to Accounts No. 1 to 27 Signed

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

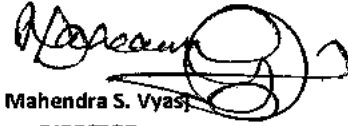


(CA. DIPAK R. THAKKAR)
FCA, PROPRIETOR
Membership No. :043166
Firm Reg. No.: 110895W

PLACE : AHMEDABAD
DATE : 12th May, 2016.



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 : 12th May, 2016.