

DIRECTOR REPORT

Dear Members

MARKOLINES TRAFFIC CONTROLS PVT LTD

Your Directors have pleasure in presenting 16th the Annual Report together with the Audited Statement of Accounts of your Company for the financial year ended March 31, 2018.

FINANCIAL HIGHLIGHTS

(Amount in Rs)

Particulars	Year ended 31st March 2018	Year ended 31st March 2017
Turnover	51,5111,955	29,51,48,812
Profit/(Loss) before taxation	4,26,08,520	1,67,80,681
Less: Tax Expense	1,11,14,428	42,74,702
Profit/(Loss) after tax	3,14,94,092	1,25,05,980
Add: Balance B/F from the previous year	6,35,20,095	5,10,14,115
Balance Profit /(Loss) C/F to the next year	9,50,14,187	6,35,20,095

DIVIDEND

Your directors have not recommended any dividend on equity shares for the year under review.

TRANSFER TO RESERVES

Amount of Rs. 3,14,94,092 was transferred to the reserves during the financial year ended 31st March, 2018.

MEETINGS OF THE BOARD OF DIRECTORS

During the financial year ended 31st March, 2018, 15 (Fifteen Times) Meetings of the

Board of Directors of the Company was held. (Annexure – A)

*The number of meetings attended by the Directors during the FY 2017-18 is as follows:

<u>Name of the Directors</u>	<u>Number of meetings attended/total meetings held during the FY 2017-18</u>
Mr. Sanjay Bhanudas Patil	<u>15/15</u>
Mr. Vijay Ratanchand Oswal	<u>15/15</u>

STATE OF THE COMPANY'S AFFAIRS AND FUTURE OUTLOOK

The Company is engaged in Infrastructure sector. Infrastructure sector is a key driver for the Indian economy. The sector is highly responsible for propelling India's overall development and enjoys intense focus from Government for initiating policies that would ensure time-bound creation of world class infrastructure in the country. The Government of India is taking every possible initiative to boost the infrastructure sector.

During the year under review, gross revenues of the Company was Increased by 75% to Rs. 51,51,11,955/- compare to that of last year Rs. 29,51,48,812/-. And also, Net profit of the Company has Increased to Rs. 3, 14, 94,092/- as compared to Rs. 1, 25, 05,980/- in the previous year. The major reason for the Increase in Net Profits were the increased revenues.

MATERIAL CHANGES AND COMMITMENTS

During the year under review, the Company has changed its name from M/s. Mark-O-Line Traffic Controls Private Limited to **Markolines Traffic Controls Private Limited** with effect from 13 Feb 2018. Apart from this there were no other changes took place during the year.

LOANS, GUARANTEES AND INVESTMENTS

Particulars of Loans, Guarantees or Investments in accordance with the provisions of Section 186 of the Act are detailed in the Financial Statements, if any.

EXTRACT OF ANNUAL RETURN

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in **MGT-9** as a part of this report enclosed as **ANNEXURE**.

RELATED PARTY TRANSACTIONS

Related party transactions entered into during the year are detailed in notes to Financial Statements. The particulars of contracts or arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 are disclosed in Form No. AOC-2 as an **ANNEXURE**.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO:

Information in accordance with the Rule 8(1) (A) and (C) of the Companies (Accounts) Rules, 2014 regarding conservation of energy, technology absorption etc. is not required to be given as the same is not applicable to the Company in view of the nature of business. There has been nil foreign exchange earnings and outgo during the year

RISK MANAGEMENT

The Company has laid down a well – defined risk management covering the risk mapping and trend analysis, risk exposure, potential impact and risk mitigation process. The Board periodically reviews the risk and suggest steps to be taken to control and mitigate the same through a proper defined framework..

DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP)

There has been no change in the constitution of Board during the year under review i.e. the structure of the Board remains the same.

In view of the applicable provisions of the Companies Act, 2013, the Company is not mandatorily required to appoint any whole time KMPs.

DEPOSITS

During the year under review, the company has not accepted any deposits from the members(s) and/or public under section 73 and 76 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules 2014.

DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES

During the year under review, the Company does not have any Subsidiary, Joint Venture or an Associate Company.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company is committed to provide a safe and conducive work environment to its employees. Also, during the year under review there was no sexual harassment case reported.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

The disclosure as per Section 135 and Rule 9 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 is not applicable to the Company.

BOARD'S COMMENT ON THE AUDITORS' REPORT

The observations made in the Auditors' Report are self – explanatory and therefore do not call for further comments under Section 134 of the Companies Act, 2013.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- (a) in the preparation of the annual accounts for the year ended 31st March, 2018, the Company has followed the applicable accounting standards and there are no material departures from the same.
- (b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2018 and of the profit and loss of the Company for that period;
- (c) the Directors have 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;
- (d) the Directors have prepared the annual accounts on a 'going concern' basis;
- (e) the Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company;
- (f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

ACKNOWLEDGMENT

Your Directors wish to express their sincere thanks to the Bankers, Investors, Suppliers, Distributors and Customers for their continued support to the Company. The Directors also acknowledge with gratitude the continued help and support received from the various departments of the Government of India and the Government of Maharashtra. The Directors place on record their appreciation of the sincerity, commitment and contribution made by the Employees at all levels, which facilitated



the Company to conduct and carry on its business operations in a smooth and efficient manner.

For and on behalf of the Board of Directors

Sanjay Patil
Managing Director
(DIN – 00229052)

Vijay Oswal
Director
(DIN – 00286756)

Place: Mumbai

Date: 25 August, 2018

ANNEXURE-1

***The number of meetings attended by the Directors during the FY 2017-18 is as follows:**

Name of the Directors	Board Meeting Dates	Number of meetings attended/total meetings held during the FY 2017-18
Sanjay Bhanudas Patil	30-05-2017, 16-06-2017, 18-07-2017, 19-07-2017, 07-09-2017, 15-09-2017, 28-09-2017, 15-11-2017, 22-11-2017, 15-12-2017, 29-12-2017, 05-01-2018, 06-01-2018, 17-02-2018, 23-03-2018	15/15
Vijay Ratanchand Oswal	30-05-2017, 16-06-2017, 18-07-2017, 19-07-2017, 07-09-2017, 15-09-2017, 28-09-2017, 15-11-2017, 22-11-2017, 15-12-2017, 29-12-2017, 05-01-2018, 06-01-2018, 17-02-2018, 23-03-2018	15/15

For and on behalf of the Board of Directors



Sanjay Patil
Managing Director
(DIN – 00229052)



Vijay Oswal
Director
(DIN – 00286756)

Place: Mumbai

Date: 25 August, 2018

FormNo.MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON
31/03/2018

[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:

i.	CIN	U99999MH2002PTC156371
ii.	Registration Date	08/11/2002
iii.	Name of the Company	Markolines Traffic Controls Pvt Ltd
iv.	Category/Sub-Category of the Company	Company Limited By Shares, Indian Non Government Company
v.	Address of the Registered office and contact details	502,A Wing, Shree Nand Dham sector 11, CBD Belapur Navi Mumbai 400 614
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	N.A.

II.PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Construction and maintenance of motorways, streets, roads, other vehicular and pedestrian ways, highways, bridges, tunnels and subways	42101	99.15

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.	N.A.	N.A.	N.A.	N.A.	N.A.

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during The year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian									
a) Individual/ HUF	0	87370	87370	100		87370	87370	100	0
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt (s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp	-	2	2	-	-	2	2	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other	-	-	-	-	-	-	-	-	-
Sub-total(A)(1):-	0	87372	87372	100	0	87372	87372	100	0
2) Foreign									
g) NRIs- Individuals	-	-	-	-		-	-	-	-
h) Other- Individuals	-	-	-	-		-	-	-	-
i) Bodies Corp.	-	-	-	-		-	-	-	-
j) Banks / FI	-	-	-	-		-	-	-	-
k) Any Other....	-	-	-	-		-	-	-	-
Sub-total(A)(2):-	-	-	-	-		-	-	-	-
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	-		-	-	-	-
b) Banks / FI	-	-	-	-		-	-	-	-
c) Central Govt	-	-	-	-		-	-	-	-
d) State Govt(s)	-	-	-	-		-	-	-	-
e) Venture	-	-	-	-		-	-	-	-

Capital Funds									
f) Insurance Companies	-	-	-	-		-	-	-	-
g) FIIs	-	-	-	-		-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-		-	-	-	-
i) Others (specify)	-	-	-	-		-	-	-	-
Sub-total(B)(1)	-	-	-	-		-	-	-	-
2. Non Institutions	-	-	-	-		-	-	-	-
a) Bodies Corp. (i) Indian (ii) Overseas	-	-	-	-		-	-	-	-
b) Individuals (i) Individual shareholders holding nominal share capital upto Rs. 1 lakh (ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-		-	-	-	-
c) Others(Specify)	-	-	-	-		-	-	-	-
Sub-total(B)(2)	-	-	-	-		-	-	-	-
TotalPublic Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	-		-	-	-	-
C.Shares heldby Custodianfor GDRs&ADRs	-	-	-	-		-	-	-	-
GrandTotal (A+B+C)	0	87372	87372	100	0	87372	87372	100	0

ii.Share holding of Promoters and others

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1.	Sanjay Patil	36,211	41.49	0	36,211	41.49	0	0
2.	Kirti Patil	7,771	9.00	0	7,771	9.00	0	0
3.	Sanskriti Patil	7,771	9.00	0	7,771	9.00	0	0
4.	Avinash Patil	12	0.01	0	12	0.01	0	0
5.	Bhanudas Patil	10	0.01	0	10	0.01	0	0
6.	Sangram Gaikwad	10	0.01	0	9	0.01	0	0
7.	Vishwajit Gaikwad	8	0.01	0	9	0.01	0	0
8.	Shailaja Gaikwad	10	0.01	0	10	0.01	0	0
9.	Rahul Modak	1	0.00	0	1	0.00	0	0
10.	Vijay Oswal	10	0.01	0	10	0.01	0	0
11.	Safala Oswal	4,317	5.00	0	4,317	5.00	0	0
12.	Jaya Oswal	4,317	5.00	0	4,317	5.00	0	0
13.	Kirti Oswal	8193	9.49	0	8193	9.49	0	0
14.	Rajesh Oswal	432	0.50	0	432	0.50	0	0
15.	Atul Bora	4,318	5.00	0	1	0.00	0	0
16.	Arusha Bora	4,317	5.00	0	0	0	0	0
17.	Karan Bora	4,317	5.00	0	8,634	10.00	0	0
18.	Kunal Bora	4,317	5.00	0	8,634	10.00	0	0
19	Mr. Niyaz S Momin	1	0.00	0	1	0.00	0	0

20	Mr. Sunil S Powar	1	0.00	0	1	0.00	0	0
21	Marko Line Infra Pvt Ltd Capital	1	0.00	0	1	0.00	0	0
22	Markoline Technologies Capital	1	0.00	0	1	0.00	0	0
Class B								
1.	Sanjay Patil	616	60%	0	616	60%	0	0
2.	Vijay Oswal	10	0.97	0	10	0.97	0	0
3.	Atul Bora	205	20%	0	0	0	0	0
4.	Karan Bora	0	0	0	205	19.98%	0	0
5.	Kirti Oswal	195	19.01	0	195	19.01	0	0
	Total	87372	100	0	87372	100	0	0

iii. Change in Promoters' Shareholding (please specify, if there is no change)

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	Atul Bora				
	At the beginning of the year	4523	5.18	-	-
-	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	4522	5.18
	At the End of the year	-	-	1	0

V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	7,11,90,312	6,08,11,488	0	13,20,01,800
i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not				
Total(i+ii+iii)	7,11,90,312	6,08,11,488	0	13,20,01,800
Change in Indebtedness during the financial year	0		0	
- Addition	3,91,20,034	4,11,76,646		8,02,96,680
- Reduction	3,91,20,034	4,11,46,646	0	8,02,96,680
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount ii) Interest due but notpaid iii) Interest accrued but not due	11,03,10,346	10,19,88,134	0	21,22,98,480
Total (i+ii+iii)	11,03,10,346	10,19,88,134	0	21,22,98,480

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
1.	<p>Gross salary</p> <p>(a)Salary as per provisions containedinsection 17(1) of the Income-tax Act, 1961</p> <p>(b)Value of perquisites u/s 17(2)Income-tax Act, 1961</p> <p>(c)Profits in lieu of salary undersection 17(3)Income-taxAct, 1961</p>	<p>Sanjay Patil</p> <p>33,00,000</p>	<p>Vijay Oswal</p> <p>18,00,000</p>	-	-	51,00,000
2.	Stock Option	-	-	-	-	-
3.	Sweat Equity	-	-	-	-	-
4.	<p>Commission</p> <p>- as % of profit</p> <p>- others, specify...</p>	-	-	-	-	-
5.	Others, please specify	-	-	-	-	-
6.	Total(A)	33,00,000	18,00,000	-	-	51,00,00
	Ceiling as per the Act	-	-	-	-	-

B. Remuneration to the directors:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
	<u>Independent Directors</u> ·Fee for attending board committee meetings ·Commission ·Others, please specify		-	-	-	-
	Total(1)					
	<u>Other Non-Executive Directors</u> ·Fee for attending board committee meetings ·Commission ·Others, please specify	-	-	-	-	-
	Total(2)					
	Total(B)=(1+2)					
	Total Managerial Remuneration	-	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-	-

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

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a)Salary as per provisions contained in section17(1)of the Income-tax Act,1961 (b)Value of perquisites u/s 17(2)Income-tax Act,1961 (c)Profits in lieu of salary under section 17(3)Income-tax Act,1961	0	0	0	0
2.	Stock Option	0	0	0	0
3.	Sweat Equity	0	0	0	0
4.	Commission - as% of profit -others, specify...	0	0	0	0
5.	Others, please specify	0	0	0	0
6.	Total	0	0	0	0

VII. PENALTIES/PUNISHMENT/COMPOUNDING OFFENCES:

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority[R D /NCLT/Court]	Appeal made. If any(give details)
A. Company					
Penalty	87	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.
B. Directors					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.
C. Other Officers In Default					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.

For and on behalf of the Board of Directors

Sanjay Patil
Managing Director (DIN – 00229052)

Vijay Oswal
Director (DIN – 00286756)

Place: Mumbai
Date: 25/08/2018

R. G. MUNDADA & CO

Chartered Accountants
14, Purva Plaza,
515/516, Sadashiv Peth
Pune 411 030
Tel : 020-24459980 / 24465507

INDEPENDENT AUDITORS' REPORT

To the members of Markolines Traffic Controls Pvt Ltd **Report on Standalone Financial Statements**

We have audited the accompanying standalone financial statements of **Markolines Traffic Controls Pvt Ltd**, ("the Company"), which comprises the Balance Sheet as at 31 March 2018, and the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone 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 standalone 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgment and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone 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, issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by company's director, 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 standalone 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, 2018, its *profit* and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit;
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books ;
 - c. The Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account ;
 - d. In our opinion, the aforesaid standalone 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 31 March , 2018 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 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 due which were required to be transferred to the Investor Education and Protection Fund by the Company.



For R. G. MUNDADA & CO.
CHARTERED ACCOUNTANTS

RAJESH MUNDADA
PROPRIETOR
MEMBERSHIP NUMBER: 41360
FIRM REG. NO.: 106685W

Place : Pune
Date : 25th August, 2018

"ANNEXURE A"

**Annexure to the Independent Auditor's Report of even date on the
Standalone Financial Statements of Markolines Traffic Controls Pvt
Ltd.**

On the basis of such checks, as we consider appropriate, during the course of our audit, we report that:

- i. 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 regular intervals, which in our opinion is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such verification.
- c) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, title deeds of all the immovable properties are held in the name of the Company.
- ii. a) The Inventories have been physically verified during the year at reasonable intervals by the management. In our opinion the frequency of verification is reasonable.
- b) The procedures of physical verification of inventory followed by the management are reasonable & adequate in relation to the size of the Company & nature of its business.
- c) The company is maintaining the proper records for recording the inventory and the discrepancies noticed on verification of stocks as compared to books were not material and have been properly dealt with in the books of accounts.
- iii. *The company has granted unsecured loans aggregating Rs.30.11 Lakhs to two parties covered in the register maintained under section 189 of the Companies Act, 2013.*
 - (a) *It is informed to us that the company has granted unsecured loan of Rs.7.49 lakhs to Mark O Lines Technologies Pvt. Ltd. in which directors are interested, to set up research, development and testing facility with the condition that the said facility will be operated mainly for the benefit of the company. It is further informed that the said loan will be repaid within five years from completion of the setting up of such facility. In view of the above explanations we are unable to offer comment, whether granting of such loan is prejudicial to the interest of the company*
 - (b) *Loan to A-One Oil Industries of Rs.22.62 lakhs. The said loan has been recovered fully during the year. The company has charged interest at the rate of 15% which is commensurate with interest on borrowings from banks by the company. Thus the granting of loan is not prejudicial to the interest of company as the entire amount of loan is fully recovered.*



- iv. The company has granted loans to two parties in which director &/or relative of the director of the company which are not in compliance with the provisions of section 185 in respect of loans to the parties covered under the aforesaid section. Following are the details of such loans granted:

Sr. No.	Name of Party	Relationship with party	Amount of loan outstanding as on 01.04.2017	Amount of Loan given during the year	Amount of loan repaid during the year	Interest	Maximum amount of loan outstanding during the year	Amount of loan outstanding as on 31.03.2018
1.	Mark O Lines Technologies Pvt. Ltd.	Associate Company	Rs.1,90,17,049/-	Rs.7,49,025/-	Rs.1,97,66,074/-	Rs.20,35,620/-	Rs.1,92,48,541/-	Rs.20,35,620/-
2	A One Oil Industries	Key Management Personnel's Relatives	Rs.4,66,492/-	Rs.22,62,674/-	Rs.27,29,166/-	Rs.(59,166)/-	Rs.4,66,492/-	NIL

- v. According to the information and explanations given to us, the company has not accepted any deposits from the public within the meaning of section 73 to 76 of the Act and the rules framed there under. Therefore, the provisions of clause 3(v) of the order are not applicable to the Company.
- vi. According to the information and explanation given to us, the Central Government's directive in respect of maintenance of cost record under section 148(1) of the Companies Act, 2013 is not applicable.
- vii. a) As per records of the Company and according to the information and explanations given to us, the Company is generally regular in depositing undisputed applicable statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Service Tax, GST, Custom Duty, Excise Duty, Wealth Tax, Value Added Tax, Cess and any other statutory dues with the appropriate authorities except GST of Rs 1,09,982, VAT of Rs. 4,08,427, Provident Fund of RS.1,606 & Profession Tax of Rs.6,678 payable in respect of same which were in arrears as on 31st March, 2018 for a period of more than six months from the date they became payable.
- b) As per the information and explanations given to us, there are no dues of sales tax, income tax, custom tax, service tax, value Added Tax, wealth tax, excise duty, cess which have not been deposited on account of any disputes.
- viii. Based on our audit procedures and on the basis of information and explanation given by the management, we are of the opinion that the Company has not defaulted in repayment of the dues to the bank.
- ix. 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.



- x. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- xi. The company being a private limited company the provision of clause 3 (xii) of the order are not applicable.
- xii. In our opinion, the Company is not a Chit Fund / Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- xiii. 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.
- xiv. 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.
- xv. 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.
- xvi. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934.

For R.G.MUNDADA & CO.
Chartered Accountants

R.G. Mundada
Proprietor
Place : Pune
Date : 25th August, 2018



"Annexure B"

Annexure to the Independent Auditor's Report of even date on the Standalone Financial Statements of Markolines Traffic Controls Pvt Ltd.

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 Markolines Traffic Controls Private Limited. ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone 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 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 Act.

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 as specified under section 143(10) of the Act, 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 misstatements 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 controls 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 acquisitions, 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 limitation 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 to 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 controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For R.G.MUNDADA & CO.
Chartered Accountants

R.G. Mundada
Proprietor



Place : Pune
Date : 25th August, 2018

MARKOLINES TRAFFIC CONTROLS PVT LTD
BALANCE SHEET AS ON 31ST MARCH 2018

(Amount in Rs.)

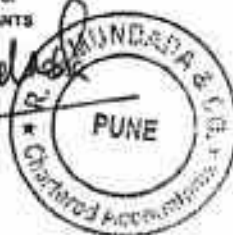
Particulars	Note	As on 31st March, 2018	As on 31st March, 2017
<u>EQUITY AND LIABILITIES</u>			
Shareholders Funds:			
Share Capital	3	8,737,200	8,737,200
Reserves & Surplus	4	65,014,187	63,520,095
Money Received Against Share Warrants			
		103,751,387	72,257,295
Share Application Money Pending Allotment		-	-
Non-Current Liabilities			
Long-Term Borrowings	5	68,919,703	62,717,711
Deferred Tax Liabilities (Net)		-	-
Other Long Term Liabilities		-	-
Long-Term Provisions		-	-
		68,919,703	62,717,711
Current Liabilities			
Short-Term Borrowings	6	94,495,560	39,979,747
Trade Payables	7	51,713,627	23,861,465
Other Current Liabilities	8	46,883,219	39,304,343
Short-Term Provisions	9	9,001,633	2,606,955
		204,094,239	105,754,509
TOTAL		376,765,329	230,729,514
<u>ASSETS</u>			
Non-Current Assets			
Fixed Assets			
Tangible Assets	10	76,287,371	70,705,193
Intangible Assets		174,788	-
Capital Work-In-Progress		-	-
Intangible Assets Under Development		-	-
Non-Current Investment	11	75,210	75,210
Deferred Tax Assets (Net)	12	(1,971,330)	(1,924,778)
Long Term Loans and Advances	13	4,014,261	8,548,532
Other Non-Current Assets		-	-
		80,580,299	77,404,157
Current Assets			
Current Investment	14	-	-
Inventories	15	52,903,436	3,169,141
Trade Receivables	16	161,755,600	77,498,761
Cash and Cash Equivalents	17	4,532,696	5,306,883
Short-Term Loans and Advances	18	2,193,566	26,540,027
Other Current Assets	19	74,799,505	40,810,544
		296,185,029	153,325,357
TOTAL		376,765,329	230,729,514
Significant Accounting Policies	2.1		

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR R. G. MUNDADA & CO.
CHARTERED ACCOUNTANTS

R. G. MUNDADA
PROPRIETOR

PLACE : PUNE
Date : 28th August, 2018



MARKOLINES TRAFFIC CONTROLS P. LTD.

DIRECTOR

DIRECTOR

MARKOLINES TRAFFIC CONTROLS PVT LTD
(FORMERLY MARKOLINE TRAFFIC CONTROLS PVT LTD)
STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2018

(Amount in Rs.)

Particulars	Note	For the year ended 31st March 2018	For the year ended 31st March 2017
Income :			
Revenue From Operations	20	51,51,11,955	29,51,46,812
Other Income	21	44,11,240	46,28,290
Total Revenue		51,95,23,195	29,97,77,102
Expenses :			
Cost Material Consumed	22	12,56,78,095	10,85,73,830
Change in Inventory	23	(2,77,28,436)	1,92,38,899
Employee Benefits Expenses	24	6,80,02,176	4,23,81,917
Finance Costs	25	1,96,56,174	1,95,57,386
Depreciation and Amortization Expense	26	72,82,763	66,60,225
Other Expenses	27	28,38,23,903	8,65,84,164
Total Expenses		47,69,14,676	28,29,96,421
Profit before exceptional and extraordinary items and tax		4,26,08,520	1,67,80,681
Exceptional items		-	-
Profit before extraordinary items and tax		4,26,08,520	1,67,80,681
Extraordinary items		-	-
Profit Before Tax		4,26,08,520	1,67,80,681
Tax Expense :			
(1) Prior Year taxes		-	(4,50,397)
(2) i) Current Tax		1,10,67,876	34,21,388
ii) Current Tax (MAT)		-	-
(3) Deferred Tax		46,552	13,00,711
Profit / (Loss) for the period from continuing operations		3,14,94,092	1,25,05,980
Profit / (loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit / (Loss) from Discontinuing operations after tax		-	-
Profit / (Loss) for the period		3,14,94,092	1,25,05,980
Earnings Per Share (EPS)	28		
Basic and Diluted (Rs)		360.46	143.13
Significant Accounting Policies	21		

AS PER OUR REPORT OF EVEN DATE ATTACHED

MARKOLINES TRAFFIC CONTROLS P. LTD.

FOR R. G. MUNDADA & CO.
 CHARTERED ACCOUNTANTS

R. G. MUNDADA
 PROPRIETOR

PLACE : PUNE

Date : 25th August, 2018



DIRECTOR

DIRECTOR

MARKOLINES TRAFFIC CONTROLS PVT LTD
(FORMERLY MARKOLINE TRAFFIC CONTROLS PVT LTD)
Notes to Financial Statements for the year ended March 31, 2018

	(Amount in Rs.)	
	As on 31st March, 2018	As on 31st March, 2017
Note 3 - Share Capital		
Authorised Share Capital		
Class "A"		
98000 (previous year 98000) equity shares of Rs.100/- each	98,00,000	98,00,000
Class "B"	2,00,000	2,00,000
2000 (previous year 2000) equity shares of Rs. 100/- each		
	<u>1,00,00,000</u>	<u>1,00,00,000</u>

Share Capital - Issued, Subscribed & Paid up

Class "A"	86,34,600	86,34,600
86,346 (previous year 86,346) equity shares of Rs.100/- each fully paid up (Includes 9015 equity shares of Rs.100/- each issued as fully paid by way of bonus shares by capitalisation of reserves)		
Class "B"	1,02,800	1,02,800
1026 (previous year 1026) equity shares of Rs.100/- each fully paid (Includes 855 equity shares of Rs.100/- each)		
	<u>87,37,200</u>	<u>87,37,200</u>

a. The details of shareholders holding more than 5% shares

Class "A"		2018		2017	
Name of the Share Holders		% Holding in the class		% Holding in the class	
		No of shares		No of shares	
Sanjay Pali		36,211	41.94%	36,211	41.94%
Kirtinandini Pali		7,771	9.00%	7,771	9.00%
Sanskriti Pali		7,771	9.00%	7,771	9.00%
Vijay Oswal				7,771	9.00%
Kirti Oswal		8,203	9.50%	432	0.50%
Mr. Karan Bora		8,635	10.00%		
Mr. Kunal Bora		8,634	10.00%		
Class "B"					
Name of the Share Holders		2018		2017	
		% Holding in the class		% Holding in the class	
		No of shares		No of shares	
Sanjay Pali		616.00	60.04%	1,026.00	100.00%
Vijay Oswal		10.00	0.97%	205.00	19.98%
Kirti Oswal		195.00	19.01%	-	-
Abul Bora		205.00	19.98%	205.00	19.98%



MARKOLINES TRAFFIC CONTROLS PVT LTD
(FORMERLY MARKOLINE TRAFFIC CONTROLS PVT LTD)
Notes to Financial Statements for the year ended March 31, 2018

b. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period (Amount in Rs.)

	2018		2017	
	No of shares	Rs.	No of shares	Rs.
"A" Class				
Equity shares at the beginning of the year	86,346	86,34,600	86,346	86,34,600
Add : Shares issued during the year	-	-	-	-
Outstanding at the end of the period	86,346	86,34,600	86,346	86,34,600
"B" Class				
Equity shares at the beginning of the year	1,026	1,02,600	1,026	1,02,600
Add : Shares issued during the year	-	-	-	-
Outstanding at the end of the period	1,026	1,02,600	1,026	1,02,600

c. Terms / Rights attached to equity shares

The company has two classes of equity shares having a par value of Rs 100 per share.

Class "A" shares :

Each holder of equity share is entitled to ten votes for each share.

In event of liquidation of company the holder of equity shares would 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 share holder.

Class "B" shares :

Each holder of equity share is entitled to one vote irrespective of number of shares held.

In event of liquidation of company the holder of equity shares would be entitled to receive remaining assets of the company after distribution of all preferential amounts.

Note 4 -

Reserves & Surplus

Profit & Loss Account

As per last balance sheet

Less : Adjusted for change in depreciation as per Sch II	5,35,20,095.00	5,10,14,115
Add: Current Year's Profit / (Loss)	3,14,94,092	1,25,05,990
	8,50,14,187	6,35,20,098

Note 5 -

Long Term Borrowings

Secured

i) ICICI Bank Ltd Car Loan Polo (Note:5.1)	-	1,42,461
ii) Toyota Financial Service India Ltd (Note:5.2)	-	2,77,895
iii) Toyota Financial Service India Ltd (Note:5.3)	-	2,77,563
iv) ICICI Bank Car Loan A/c.No:0510(Camper) (Note:5.4)	-	1,01,229
v) SREI Equipment Finance Ltd (HM Plant) (Note 5.5)	-	4,99,477
vi) SREI Equipment Finance Ltd (VSI Unit) (Note 5.6)	-	13,05,909
vii) Yes Bank Loan A/c. No:98659 (Note:5.7)	-	2,95,619
viii) Yes Bank Loan A/c.No:96609 (Note 5.8)	-	23,89,220
ix) Malojiraje Sah Bank - NSM (Note:5.9)	11,24,177	12,98,383
x) Malojiraje Sah Bank - SSP (Note:5.10)	11,34,230	12,68,856
xi) Malojiraje Sah Bank- SBP (Note:5.11)	21,95,263	25,55,076
xii) ICICI Bank Ltd Car Loan Eco Sport(Note:5.12)	32,750	3,45,355
xiii) ICICI Bank Ltd Car Loan Endeavour New(Note:5.13)	10,01,066	-



(Amount in Rs.)

Note 5.1 : The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs.16,885/- starting from 01/04/2014.

Note 5.2 : The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs.30,044/- starting from 10/04/2014.

director. The loan is payable in equated installments of Rs.30,044/- starting from 10/04/2014.

Note 5.4 : The loan is secured against the vehicle (Camper). The loan is payable in equated installments of Rs.19,665/- starting from 22/12/2015.

Note 5.5 : The loan is secured against hypothecation of Plant and personal guarantee of the director. The loan is payable in equated installments of Rs.80,230/- starting from 03/03/2016.

Note 5.6 : The loan is secured against hypothecation of Equipment and personal guarantee of the director. The loan is payable in equated installments of Rs.2,09,750/- starting from 03/03/2016.

Note 5.7 : The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs.80,500/- starting from 15/10/2015.

Note 5.8 : The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs.5,53,400/- starting

Note 5.9 : The loan from Malojiraje Sahakar Bank is sanctioned in the name of the director Mr. Sanjay Patil and the employees Mr. Sunil Power and Mr. Niyaz Momin. The disbursement of the loan is made by the bank in the name of the company as conveyed by the management & thus the same is considered in the books of the company. Further the said loans are secured against the immovable property of the third party, guaranteed by the director & also corporate guarantee of the company. The loan is payable in equated monthly installment of Rs.39,000/-, Rs.39,000/- & Rs.78,000/- in respect of loan at Sr. No (i), (ii) & (iii) respectively. The rate of interest is 14% p.a.

Note 5.12 : The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs.30,572/- starting

Note 5.13 : The loan is payable in equated monthly installments of Rs.58,409/-

Unsecured

i) Capital First Ltd. A/c No.9283594 (Note 5.14)	-	4,01,984
ii) Deutsche Bank Loan A/c No.250029776720010 (Note 5.15)	9,92,141	25,00,344
iii) Fullerton India Cr Co Ltd A/c No. 036102410123175 (Note 5.16)	-	2,47,792
iv) Magma Fincorp Ltd A/c No.G/0458/00000125 (Note 5.17)	-	8,55,403
v) RBL Bank Loan A/c No.809000818611 (Note 5.18)	-	2,55,620
vi) Tata Cap Fin.Ser. Ltd Loan A/c No.8728206 (Note 5.19)	-	2,48,764

Note 5.14 : The loan is payable in equated monthly installments of Rs.193,758/- starting from 05/02/2017 & guaranteed by the directors

Note 5.15 : The loan is payable in equated monthly installments of Rs.179,608/- starting from 05/02/2017 & guaranteed by the directors

Note 5.16 : The loan is payable in equated monthly installments of Rs.196,097/- starting from 05/02/2017 & guaranteed by the directors

Note 5.17 : The loan is payable in equated monthly installments of Rs.151,226/- starting from 05/02/2017 & guaranteed by the directors

Note 5.18 : The loan is payable in equated monthly installments of Rs.191,417/- starting from 05/02/2017 & guaranteed by the directors

Note 5.19 : The loan is payable in equated monthly installments of Rs.191,775/-

From Directors

Sanjay Patil	1,25,87,526	81,72,453
Vijay Oswal	70,60,388	5,71,424

From Share holders

Shailaja Gaikwad	52,60,416	89,47,027
Abul Bora	5,00,000	5,00,000
Safala Oswal	51,00,000	

From Associate Company

Markolines Infra Pvt. Ltd.



3,18,68,745	2,12,61,696
6,89,19,703	5,27,17,711

(Amount in Rs.)

Note 6 -
Short Term Borrowings

Secured

State Bank of Hyderabad 62019802027 (Note 6.1)	9,44,95,560	3,99,79,747
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Note 6.1 : (Secured against Hypothecation of Current assets, charge on office at 501,502 Shree Nand dham, CBD Belapur of the company, personal properties of the Directors and further guaranteed by all the directors. The loan carries interest @ 13.95%)

9,44,95,560 3,99,79,747

Note 7 -
Trade Payables

Trade Payables:

Creditors for Goods & Expenses	5,17,13,627	2,38,61,465
--------------------------------	-------------	-------------

5,17,13,627 2,38,61,465

Note 8 -
Other Current Liabilities

Current Maturities of Long Term Loans (Refer Note 5)

Secured

i) ICICI Bank Ltd Car Loan Endeavour	-	1,30,374
ii) ICICI Bank Ltd Car Loan Polo (Note:5.1)	1,72,648	2,03,820
iii) Toyota Financial Service India Ltd (Note:5.2)	3,23,950	3,60,528
iv) Toyota Financial Service India Ltd (Note:5.3)	3,23,818	3,60,528
v) Reliance Capital Ltd A/c 000292108	-	5,80,517
vi) ICICI Bank Car Loan A/c No:0510(Camper) (Note:5.4)	1,22,097	2,38,360
vii) SREI Equipment Finance Ltd (HM Plant) (Note 5.5)	6,27,121	9,62,700
viii) SREI Equipment Finance Ltd (VSI Unit) (Note 5.6)	16,65,701	25,17,000
ix) Yes Bank Loan A/c. No:96659 (Note:5.7)	3,91,638	9,66,000
x) Yes Bank Loan A/c.No:96889 (Note 5.8)	31,77,754	76,40,800
xi) Reliance Capital Ltd A/c 000297097	-	28,11,087
xii) Reliance Capital Ltd A/c 000292747	-	12,42,884
xiii) Malojiraje Sah Bank - NSM (Note:5.9)	4,68,000	4,68,000
xiv) Malojiraje Sah Bank -SSP (Note:5.10)	4,68,000	4,68,000
xv) Malojiraje Sah Bank- SBP (Note:5.11)	9,36,000	9,36,000
xvi) ICICI Bank Ltd Car Loan Eco Sport(Note:5.12)	3,66,864	3,66,864
xvii) ICICI Bank Ltd. Car Loan Endeavour (Note:5.13)	11,80,900	-

Unsecured

i) Capital First Ltd. A/c No.8263584 (Note 5.14)	7,00,893	23,13,096
ii) Deutsche Bank Loan A/c No.250029776720019 (Note 5.15)	20,03,304	20,11,536
iii) Fullerton India Cr Co Ltd A/c No. 036102410123175 (Note 5.16)	5,40,342	23,53,164
iv) Magma Fincorp Ltd A/c No.Q/0456/00000125 (Note 5.17)	12,00,468	16,14,712
v) RBL Bank Loan A/c No.809000818611 (Note 5.18)	5,58,422	22,97,004
vi) Tata Cap Fin.Ser. Ltd Loan A/c No.6728206 (Note 5.19)	5,28,765	23,01,300



MARKOLINES TRAFFIC CONTROLS PVT LTD

Notes to Financial Statements for the year ended March 31, 2018

	(Amount in Rs.)	
	As on 31st March, 2018	As on 31st March, 2017
R G Mundada & Co.	1,039,499	647,999
5% Retention Money - KTC Construction	-	58,525
TDS Payable	1,734,783	1,153,669
Service Tax Payable - F.Y.2016-17	-	70,254
KKC Payable F.Y.2016-17	-	4,139
SBC Payable F.Y.2016-17	-	13,199
MP VAT Payable - F.Y.2017-18	408,427	-
MP VAT Payable - F.Y.2016-17	-	3,812,005
UP VAT Payable F.Y.2017-18	7,012	-
GST payable		
Site-Andhra Pradesh	2,220	-
Site-Madhy Pradesh	650	-
Site-Maharashtra	63,818	-
Site-Rajasthan	1,280,687	-
Site-Tamilnadu	250	-
Site-UP	298,110	-
JMTPL-Mobilization Advance	16,651,244	-
MEP-Mobilization Advance	5,000,000	-
SD @ 5% - Microsurfacing	4,423,425	-
	48,883,219	39,304,343

Note 9 -
Short Term Provision

Salary Payable	3,991,898	2,286,774
Bonus Payable	212,155	134,838
Expenses Payable	2,484,571	28,382
ESIC Payable (Employees Share)	22,962	1,810
ESIC Payable (Employers Share)	56,907	4,905
P.F. Payable (Employers Share)	229,518	74,054
P.F. Payable (Employees Share)	112,108	64,768
Director Remuneration Payable	856,088	-
Profession Tax Payable	32,292	13,425
Gratuity Payable	1,023,340	-
	9,001,823	2,608,955



MARKOLINES TRAFFIC CONTROLS PVT LTD

Notes to Financial Statements for the year ended March 31, 2018

	(Amount in Rs.)	
	As on 31st March, 2018	As on 31st March, 2017
Note 11 - Non Current Investments		
Shares of Wama Sahakari Bank	75,100	75,100
One Share of Mark O Line Infra Pvt. Ltd.(FV Rs10/Share)	10	10
One Share of Mark O Line Technologies Pvt. Ltd.(FV Rs100/Share)	100	100
(Unquoted , Valued at cost)		
	<u>75,210</u>	<u>75,210</u>
Note 12 - Deferred Tax Asset		
Deferred Tax Asset	(1,924,778)	(621,067)
Less : Current Year Liability	(46,552)	(1,303,711)
	<u>(1,971,330)</u>	<u>(1,924,778)</u>
Note 13 - Long Term Loans & Deposits		
Bank Guarantee - Margin Money	2,214,261	2,621,671
Security Deposit - Lebad Jaora	-	4,126,861
Deposit for Quarry Land	800,000	800,000
Advance for land at Dehrrang To: Panvel	1,000,000	1,000,000
	<u>4,014,261</u>	<u>8,548,532</u>
Note 14 - Current Investment		
	-	-
Note 15 - Inventories		
Raw Material	29,175,000	3,189,141
Work in Progress	27,728,436	-
	<u>56,903,436</u>	<u>3,189,141</u>
Note 16 - Trade Receivable (Unsecured considered good by the Management)		
Trade Receivables		
Debts outstanding for period less than six months	137,206,029	60,557,418
Debts outstanding for period exceeding six months	24,549,771	16,901,343
	<u>161,755,800</u>	<u>77,458,761</u>
Note 17 - Cash & Bank Balances		
Cash In Hand	3,668,542	3,328,024
Balances With Banks (Current A/c)		
ICICI Bank - 7223	-	23,530
ICICI Bank A/c- 152	28,069	150,642
ICICI Bank A/c- 087306001431	636,064	1,764,660
Wama Bank - 308	-	6,762
Yes Bank - 0101	-	34,968
Indusind Bank-CBD-201000145827	-	56
	<u>4,532,696</u>	<u>6,306,893</u>



MARCOLMES TRAFFIC CONTROLS PVT. LTD.
(FORMERLY MARKOLME TRAFFIC CONTROLS PVT LTD)

Notes to Financial Statements for the year ended March 31, 2016

NOTE - 10
FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION		NET BLOCK				
	COST / BOOK VALUE AS AT 31-03-2017	ADDITIONS	SALE / DEDUCTION	SURPLUS	COST / BOOK VALUE AS AT 31-03-2016	OPENING BALANCE 31-03-2017	FOR THE YEAR 31-03-2018	CLOSING BALANCE 31-03-2018	AS AT 31-03-2017	AS AT 31-03-2018
Plant & Machinery										
HAND PRIME & PREHEATER	3,27,800	-	-	-	3,27,600	3,11,446	-	3,11,446	16,154	18,154
TRANTEX	5,30,000	-	-	-	5,30,000	5,03,870	-	5,03,870	26,130	26,130
APPLICATION	72,800	-	-	-	72,800	69,160	-	69,160	3,640	3,640
THERMOPLASTIC PREHEATER	3,48,766	-	-	-	3,48,766	3,17,982	13,336	3,31,318	30,774	17,438
UPS SYSTEM	34,000	-	-	-	34,000	32,300	-	32,300	1,700	1,700
MAGAZINE BOX QUARRY RS.54693	59,233	-	-	-	59,233	49,448	3,991	53,439	9,785	5,784
DRELL MACHINE	1,831	-	-	-	1,831	1,328	107	1,435	303	196
MICROSCOPE	4,329	-	-	-	4,329	3,815	279	3,694	914	635
THERMOMETRE	1,140	-	-	-	1,140	900	73	973	240	167
VIBRATOR	8,500	-	-	-	8,500	5,934	540	6,474	2,568	2,028
Automatic Level - A228	19,000	-	-	-	19,000	13,323	1,225	13,548	6,677	5,452
Automatic Level - A228 Accessories	4,700	-	-	-	4,700	3,020	304	3,324	1,680	1,376
Folding Stand for Auto Level	5,200	-	-	-	5,200	2,857	288	3,207	2,343	1,983
Automatic Level	18,500	-	-	-	18,500	12,292	1,187	13,479	6,208	5,021
Lift Equipment & Tools	82,782	66,826	-	-	1,49,718	96,973	11,330	48,853	45,819	1,00,825
Weighting Machine	8,800	-	-	-	8,800	1,611	886	2,297	7,189	6,503
Auto Level B40 with Aluminum Tripod Sta	41,030	-	-	-	41,030	4,210	3,249	7,459	36,820	33,571
HYDRAULIC BROOM	2,06,550	-	-	-	2,06,550	19,402	16,356	35,758	1,87,148	1,70,752
Diesel Generator Set	2,57,600	-	-	-	2,57,600	25,564	20,380	45,964	2,31,836	2,11,546
Spraying Machine	1,80,000	-	-	-	1,80,000	18,430	14,253	32,683	1,61,570	1,47,317
AIR COMPRESSOR - GAMMON	52,210	-	-	-	52,210	1,193	4,134	5,527	50,817	46,683
NOMAD MOBILE FIBER DISPENSER	9,71,944	-	-	-	9,71,944	22,828	70,983	99,791	9,49,116	8,72,153
COHESION TESTER	82,389	-	-	-	82,389	947	4,940	5,867	61,442	56,502
DIESEL ENGINE PUMPSSET - GUL	16,200	-	-	-	16,200	523	3,060	3,603	15,677	12,597
Plant & Machinery - Lebad Jabra	1,50,71,419	5,000	-	-	1,50,76,419	14,54,010	11,93,410	26,47,450	1,36,17,409	1,24,28,969
Plant & Machinery - JMTPL	40,65,728	-	-	-	40,65,728	-	1,23,340	1,23,340	-	30,42,488
Plant & Machinery - NMCL	3,11,003	-	-	-	3,11,003	-	9,702	9,702	-	3,01,301
20'X10'X8'6" Fabricated Container	1,85,000	-	-	-	1,85,000	-	7,905	7,905	-	1,77,095
Storage Tank - TDTN	83,550	-	-	-	83,550	-	2,546	2,546	-	60,804

R. G. MUNDO

Chartered

PA



Encabelladura Microondas Line Machinery	8,78,770	-	-	8,78,770	1,55,293	69,833	2,25,226	7,23,477	6,53,544
Microfascine Paver	4,64,92,404	-	-	4,75,45,943	94,72,085	32,95,095	87,87,163	4,10,20,309	3,87,78,183
OFFICE EQUIPMENT									
FAX MACHINE	23,201	-	-	23,251	22,088	-	32,088	1,163	1,163
SCREED BOX	50,000	-	-	50,000	38,500	-	28,500	1,500	1,500
CAMERA	1,20,825	-	-	1,63,990	70,094	19,292	89,386	98,731	74,664
BIO-METRIC ATTENDANCE READER	41,577	-	-	69,459	23,670	5,668	29,338	17,907	40,103
PUBLIC ATTENDANCE SYSTEM	19,535	-	-	19,535	12,354	3,793	16,147	7,181	3,389
PRINTER	1,08,772	-	-	1,98,923	1,25,896	17,704	1,01,560	52,866	43,265
SCANNER	3,880	-	-	3,850	3,458	-	3,458	182	182
MOBILE PHONE	10,07,737	-	-	11,53,237	8,85,209	1,19,620	8,04,229	4,02,528	3,43,008
SPIRAL BINDING MACHINE	6,000	-	-	5,000	5,700	-	5,700	300	300
WATER COOLER	6,500	-	-	6,175	6,175	-	6,175	325	325
REFRIGERATOR	29,492	-	-	29,492	13,342	3,984	17,326	16,150	12,166
AIR CONDITIONER	6,87,910	-	-	7,05,466	5,54,664	57,430	6,17,094	1,33,348	93,372
INVERTER	4,01,951	-	-	4,74,486	3,05,194	31,225	3,36,379	96,797	1,38,107
AQUA GUARD	21,566	-	-	21,566	20,488	-	20,488	1,078	1,078
T.V	58,490	-	-	58,490	30,957	9,803	37,159	30,133	21,331
OTHER OFFICE EQUIPMENT	1,45,518	-	-	1,27,374	1,42,853	17,287	1,60,140	42,965	4,87,334
FURNITURE & FIXTURE									
	13,22,518	-	-	15,43,793	10,11,318	42,132	10,53,451	3,11,199	4,50,342
MOTOR CAR	1,77,98,809	-	10,000	2,53,23,718	88,43,115	18,92,024	1,05,35,140	91,15,694	1,47,88,578
COMPUTER & LAPTOP	15,16,969	-	-	19,44,839	12,39,394	1,24,461	13,64,049	2,77,565	4,80,790
INTANGIBLE ASSETS									
SOFTWARE	1,00,605	-	-	2,56,132	73,493	2,851	81,344	27,112	1,74,788
BUILDING	58,36,183	-	-	61,87,277	9,43,235	52,343	6,95,748	28,92,576	31,91,529
GRAND TOTAL	9,31,13,205	1,50,49,729	10,000	10,82,82,934	2,25,08,912	37,82,763	2,57,90,775	7,07,05,193	7,84,52,159



(Amount in Rs.)

Note 18 - Short Term Loans & advances
(Unsecured considered good by the Management)

Advances to Creditors	47,800	29,60,550
Markoline Hopetech Joint Venture		4,956
Markolines Technologies Pvt Ltd	20,35,620	1,90,17,049
Shankar Keru Kore		25,00,000
A Ona Oil Industries		4,66,492
Salary & Staff Advance	1,10,168	10,90,980
Prem Prakash Sharma Security Agency(Earnest Money)		5,00,000
	21,93,588	2,65,40,027

Note 19 - Other Current Assets

Bank Guarantee - Margin Money	99,55,266	81,21,158
Security Deposit & Retention Money	3,07,04,355	89,10,994
EMD for Engineers India Ltd	72,000	72,000
EMD - MP Road Development Corporation Ltd.	2,00,000	-
EMD - Surat Municipal Corporation	3,42,200	-
EMD Keolis Hyderabad Mass Rapid Transit System Pvt Ltd	10,00,000	-
EMD-GMR Highways Ltd	-	5,00,000
EMD-NMMC	-	3,74,500
Security Deposit - MPKVCL (Lebad Jaora)	14,51,481	14,51,481
Advances for Capital Goods	23,82,446	7,88,560
Other Misc. Deposits & Advances	1,94,421	55,500
Mobile Deposit	8,900	8,500
Rent Deposit	15,43,500	2,85,000
Imprest Money With Staff	24,42,064	9,06,631
MVAT Credit c/d	-	3,94,610
Prepaid Expenses	6,30,518	4,21,284
MVAT Refund F.Y.2011-12	4,29,786	4,29,786
SREI Finance - SD	79,86,244	-
SREI TDS Receivable	1,05,200	-
Reliance Capital Ltd TDS receivable	1,51,254	-
MVAT Payable - F.Y. 2016-17	25,50,858	-
UP VAT Payable F.Y.2016-17	2,78,508	2,78,508
GST Receivable		
Site-Andhra Pradesh	21,466	-
Site-Tamilnadu	1437163.56	-
Site-Maharashtra	5,20,428	-
Income Tax Refunds		
Income Tax Refund A.Y.2010-11	19,09,766	19,09,766
Income Tax Refund A.Y.2012-13	1,92,107	1,92,107
Income Tax Refund A.Y. 2013-14	1,15,055	29,16,344
Income Tax Refund A.Y. 2014-15	6,84,865	5,82,857
Income Tax Refund A.Y. 2015-16	35,81,022	35,81,022
Income Tax Refund A.Y. 2016-17	3,52,428	56,14,880
Income Tax Refund A.Y. 2017-18	30,35,046	30,35,046
Income Tax Refund A.Y. 2018-19	3,21,154	-
	7,47,89,602	4,08,10,544



MARKOLINES TRAFFIC CONTROLS PVT LTD
(FORMERLY MARKOLINE TRAFFIC CONTROLS PVT LTD)
Notes to Financial Statements for the year ended March 31, 2018

		(Amount in Rs.)
	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Note 20 -		
Revenue from operations		
Revenue from Micro-Surfacing & Road Making	55,07,97,375	28,45,95,539
Less: GST	3,56,86,420	-
	<u>51,51,11,955</u>	<u>28,45,95,539</u>
Revenue from Toll Operations	-	86,81,293
Less : Service Tax	-	8,49,351
	<u>-</u>	<u>58,31,942</u>
Revenue from Hiring Services (Paver)	-	27,00,000
Less : Service Tax	-	3,60,000
	<u>-</u>	<u>24,00,000</u>
Reimbursement of Expenses	-	23,21,331
Less: Service Tax	-	-
	<u>-</u>	<u>23,21,331</u>
	<u>51,51,11,955</u>	<u>29,51,48,812</u>

Note 21 -
Other Income

Discount Received	58,350	3,44,865
Interest on F.D.	8,05,408	5,52,421
Share of Profit/ Loss from A.O.P (Markoline Hopetech JV)	-	(300)
Interest Income	22,81,497	26,85,104
Interest on I T Refund	6,20,513	8,85,800
Misc Income	42,513	1,60,400
Amount Written Back	6,04,859	-
	<u>44,11,240</u>	<u>46,28,290</u>

Note 22 -
Cost of Material Consumed

Opening Stock	31,69,141	51,42,353
Add: Purchases during the year	14,76,83,954	10,66,00,518
	<u>15,08,53,095</u>	<u>11,17,42,971</u>
Less: Closing Stock	2,51,75,000	31,69,141
Consumption	<u>12,56,78,095</u>	<u>10,85,73,830</u>

Note: The consumption of materials is derived after adjusting the opening & the closing inventory of materials & therefore not reflected separately.



MARKOLINES TRAFFIC CONTROLS PVT LTD
(FORMERLY MARKOLINE TRAFFIC CONTROLS PVT LTD)
Notes to Financial Statements for the year ended March 31, 2018

	(Amount in Rs.)
For the year ended 31st March, 2018	For the year ended 31st March, 2017

Note 23 -

Change in Inventories

Opening WIP		1,92,38,899
Closing WIP	2,77,28,436	
Change in Inventories	<u>(2,77,28,436)</u>	<u>1,92,38,899</u>

Note 24 -

Employee Benefits Expenses

Directors Remuneration	83,40,000	51,00,000
Salaries	5,49,72,507	3,49,07,092
Provident Fund	11,28,188	11,35,805
E.S.I.	4,13,760	22,044
Staff Welfare	11,03,773	7,48,379
Allowances	39,515	58,514
Bonus	9,61,087	4,10,083
Gratuity	10,23,346	0
	<u>8,80,02,176</u>	<u>4,23,81,917</u>

Note 25 -

Finance Costs

Interest on other Loan	49,53,150	46,06,431
Bank & Financial Institution Interest	50,33,291	1,21,46,804
Bank Charges & Commission	80,46,958	18,57,452
Interest on CST, VAT, PT, Service Tax, cess & other	6,53,493	7,12,289
Interest & Late Fee on TDS	2,89,284	2,32,410
	<u>1,98,56,174</u>	<u>1,95,57,386</u>

Note 26 -

Depreciation & Amortisation Expenses

Depreciation

72,82,763	68,60,225
<u>72,82,763</u>	<u>68,60,225</u>



MARKOLINES TRAFFIC CONTROLS PVT LTD
(FORMERLY MARKOLINE TRAFFIC CONTROLS PVT LTD)
Notes to Financial Statements for the year ended March 31, 2018

	For the year ended 31st March, 2018	(Amount in Rs.) For the year ended 31st March, 2017
Note 27 -		
Other Expenses		
Advertisement	800	2,800
Audit Fees	3,75,000	3,00,000
Consultancy, Legal & Professional Charges	82,76,103	56,02,016
Donation	7,80,000	6,001
Discount	-	1,93,670
Electricity Expenses	1,68,473	98,652
Insurance	5,70,119	2,83,712
Miscellaneous Expenses	12,400	-
Property Tax	22,478	22,478
Postage, Printing & Stationery	3,97,359	2,52,706
Repairs & Maintenance	9,04,368	3,40,110
Rent, Rates & Taxes	12,43,860	-
ROC & other Charges	2,688	8,075
Sale Expenses (Refer annexure for Detail)	25,00,09,627	7,34,57,952
Tender Fees	1,15,234	2,99,072
Telephone & Internet Expenses	3,34,339	4,58,469
Travelling & Conveyance Expenses	37,42,403	28,32,467
Vehicle Fuel	5,78,689	4,93,694
LBT	-	1,57,481
Cess	-	1,12,430
Swatch Bharat Cess	2,171	12,733
Selling & Distribution Expenses	18,34,515	6,60,500
MVAT Penalty	-	5,000
Reversal of Service Tax/GST Expenses	1,21,460	25,500
Late Fees on Service Tax /GST	20,042	-
Other Statutory Penalty	1,01,594	22,000
VAT	-	4,50,226
Amount Written off	43,73,598	1,52,889
Bad Debts	-	2,05,684
Prior Period Expenses	51,544	1,25,746
Profession Tax	5,000	2,500
	28,38,23,903	8,65,84,164

Note 28 -
Earnings Per Share (EPS)

Net Profit after tax as per Statement of Profit & Loss attributable to Equity Shareholders	1,14,94,092	1,25,05,980
Weighted Average number of equity shares used as denominator for calculating EPS	67,372	67,372
Basic and Diluted Earnings Per Share	360.46	143.13
Face Value per equity share (Rs.)	100.00	100.00

Office Note:

Note: Computation of Weighted.No of Equity shares outstanding during the Period

Class "A" Shares (F.V.:Rs.100/-)	85,346
Class "B" Shares (F.V.:Rs.100/-)	1,026
Total No. of shares outstanding during the period	87,372



MARKOLINES TRAFFIC CONTROLS PVT LTD

Notes to Financial Statements for the year ended March 31, 2018

Note 29 - Related Party Transactions :
Related Party Disclosure :
a. Relationship :
Key Management Personnel -

 Sanjay Patil
Vijay Oswal

Key Management Personnel's Relatives -

 Shailaja Gaikwad
A One Oil Industries

Share Holder-

Atul Bora

Associate -

 Markoline Infra Pvt Ltd
Markoline Technologies Pvt Ltd
Markoline Hopetech Joint Venture

b. Transactions with the related parties :

	Transactions	Key Management Personnel	Associate	Key Management Personnel's Relatives & Share Holder
i.	Markolines Infra Pvt Ltd			
a	Loan Taken			
	i) Opening Balance Payable		21261896	
	ii) Advance Taken During the year		130,043,045	
	iii) Advance Repaid During the year		122,207,121	
	iv) Interest Payable		2,770,925	
	v) Balance Payable		31,888,745	
b	Reimbursement of Expenses incurred on our behalf			
	Reimbursement of Expenses		19,380,025	
	Other Expenses		11,717,183	
ii.	Markolines Technologies Pvt Ltd			
	i) Opening Balance Receivable		19,017,049	
	ii) Advance Given During the year		676,819	
	iii) Advance received back during the year		19,249,110	
	iv) Interest Receivable		2,035,620	
	v) Consultancy Fees Payable		444,759	
	vi) Closing Balance receivable		2,035,619	
iii.	Markoline Hopetech- Joint Venture			
	i) Opening Balance Payable		4,956	
	ii) Capital introduced During the Year		-	
	iii) Capital Withdrawn during the year		-	
	iv) Share of Loss from Joint Venture		4,956	
	v) Closing Balance Receivable		-	
iv.	Sanjay Patil			
a	Loan Taken			
	i) Opening Balance Payable	8,172,453		
	ii) Loan Taken During the year	50,031,210		
	iii) Loan Repaid During the year	45,616,137		
	iii) Balance Payable	12,587,526		



MARKOLINES TRAFFIC CONTROLS PVT LTD

Notes to Financial Statements for the year ended March 31, 2018

b Remuneration	
Remuneration as Director	3,300,000
v Vijay Oswal	
a Loan Taken	
i) Opening Balance Payable	571,424
ii) Loan Taken During the year	14,119,131
iii) Loan Repaid During the year	7,830,169
iv) Balance Payable	7,060,386
b Remuneration	
Remuneration as Director	1,800,000
c Other Transaction	
i) Purchase of Motor Car	875,000
vi. Atul Bora	
i) Opening Balance Payable	500,000
ii) Loan Taken During the year	-
iii) Loan Repaid During the year	-
iv) Balance Payable	500,000
vii. Shailaja Gaikwad	
i) Opening Balance Payable	6,947,027
ii) Loan Taken During the year	-
iii) Loan Repaid During the year	2,530,377
iv) Interest Payable	843,766
v) Balance Payable	5,260,416
viii. A One Oil Industries	
i) Opening Balance Receivable	488,492
ii) Advance Given During the year	2,262,674
iii) Advance received back during the year	2,670,000
iv) Interest Receivable	(59,166)
v) Closing Balance receivable	-

Signature to Notes 1 to 29

AS PER OUR REPORT OF EVEN DATE ATTACHED

MARK O LINES TRAFFIC CONTROLS P. LTD.

FOR R. G. MUNDADA & CO.
CHARTERED ACCOUNTANTS

R. G. MUNDADA
PROPRIETOR

PLACE : PUNE

Date : 28th August, 2018



[Signature]
DIRECTOR

[Signature]
DIRECTOR

MARKOLINES TRAFFIC CONTROLS PVT LTD
(FORMERLY MARKOLINE TRAFFIC CONTROLS PVT LTD)
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax	4,26,08,520	1,67,80,681
Adjustment for		
Add: Depreciation and amortisation	72,82,763	66,60,225
Loss on sale of non-trade current investments	-	-
Finance cost	1,98,56,174	1,95,57,386
Loss of Share from MDL Hoptech JV	-	300
	6,97,47,457	4,29,98,592
Less: Interest on Long term and current non-trade investments		
Interest on loans, deposits etc	37,07,518	41,23,325
	6,60,39,939	3,88,75,267
Operating profit before working capital changes	6,60,39,939	3,88,75,267
Changes in working capital:		
Adjustment for (increase)/decrease in operating assets:		
Add: Inventories	(4,97,34,295)	2,12,12,111
Trade receivables	(8,42,57,039)	2,44,92,010
Other current assets	(3,39,88,964)	80,58,731
Short term loans and advances	2,43,46,439	(58,23,743)
	(7,75,93,919)	8,68,14,376
Adjustment for increase/(decrease) in operating liabilities:		
Add: Trade payables	2,78,52,162	(2,59,53,211)
Other current liabilities	95,78,877	41,80,686
Short-term provisions	63,92,878	(42,10,269)
Cash generated from Operations	(3,37,70,003)	6,08,31,582
Less: Prior Year Tax		-450397
Less: Direct taxes paid	1,10,67,876	34,21,388
Net cash from Operating Activities (A)	(4,48,37,879)	5,78,60,591
B. CASH FLOW FROM INVESTING ACTIVITIES		
Long Term Loans and Advances	45,34,271	(66,17,196)
Non-Current Investment		(110)
Other non-current assets		-
Interest received on investments	37,07,518	41,23,325
Loss of Share from MDL Hoptech JV		(300)
Capital expenditure on fixed assets, including capital advances	(1,50,39,729)	(25,67,865)
Net cash/(used) in Investing Activities (B)	(67,97,940)	(50,62,146)



C. CASH FLOW FROM FINANCING ACTIVITIES		
Short Term Borrowings	5,45,15,813	(2,91,20,127)
Term loans repaid	1,62,01,992	(1,00,39,298)
Interest paid	(1,98,56,174)	(1,95,57,386)
Net cash/(used) in Financing Activities- ('C)	5,08,61,631	(5,87,16,811)
D. INCREASE/(DECREASE) INCASH AND CASH EQUIVALENTS (A+B+C)	(7,74,187)	(59,18,366)
Cash and Cash Equivalents at the beginning of the year	53,06,882	1,12,25,248
Cash and Cash Equivalents at the end of the year	45,32,695	53,06,882

Note :

1. The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India

2. Previous year's figures have been regrouped/ reclassified to confirm to those of the Current Year

3. Cash & Cash Equivalents include:

	31.03.2018	31.03.2017
- Cash In Hand	38,68,542.47	33,26,024.47
- With Scheduled Banks		
On Current Accounts	6,64,153.05	19,80,858.04
On Fixed Deposits		
	<u>45,32,695.52</u>	<u>53,06,882.51</u>

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR R. G. MUNDADA & CO.
CHARTERED ACCOUNTANTS

R. G. MUNDADA
PROPRIETOR

PLACE : PUNE

Date : 25th August, 2018



MARKOLINES TRAFFIC CONTROLS P. LTD.

DIRECTOR

DIRECTOR

(Signature)
(Signature)