

DIRECTOR REPORT

Dear Members

MARKOLINES TRAFFIC CONTROLS PVT LTD

Your Directors have pleasure in presenting 17th the Annual Report together with the Audited Statement of Accounts of your Company for the financial year ended March 31, 2019.

FINANCIAL HIGHLIGHTS

(Amount in Rs)

Particulars	Year ended 31st March 2019	Year ended 31st March 2018
Turnover	732,017,240	51,5111,955
Profit/(Loss) before taxation	49,013,692	4,26,08,520
Less: Tax Expense	14,640,341	1,11,14,428
Profit/(Loss) after tax	34,373,350	3,14,94,092
Add: Balance B/F from the previous year	9,50,14,187	6,35,20,095
Balance Profit /(Loss) C/F to the next year	129,387,537	9,50,14,187

DIVIDEND

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

TRANSFER TO RESERVES

Amount of Rs. 34,373,350 was transferred to the reserves during the financial year ended 31st March, 2019.

MEETINGS OF THE BOARD OF DIRECTORS

During the financial year ended 31st March, 2019, 12 (Twelveth Times) Meetings of the Board of Directors of the Company was held. (Annexure – A)

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 to Rs. 732,017,240/- compare to that of last year Rs. 515,111,955/-. And also, Net profit of the Company has Increased to Rs 34,373,350/- as compared to Rs. 31,494,092/- in the previous year. The major reason for the Increase in Net Profits was the increased revenues.

MATERIAL CHANGES AND COMMITMENTS

During this year there were no material 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**.

WEB LINK OF ANNUAL RETURN

As per the provisions of the Sec 92 of the Companies Amendment Act, 2017 the copy of Annual Return in Form MGT 7, will be placed on the Web Link of the website of the Company, <https://www.markolines.com/> post filing of the same with registrar. The Members and other stakeholders can view the same thereafter.

AUDITORS

The Auditors, **M/s R. G. Mundada** was appointed as Auditor of the company for the period of 5 years and completing their term of five years and Board recommends for their second term from the conclusion of this AGM till conclusion of next sixth AGM.

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.

LOANS / ADVANCE TO DIRECTOR

There were inter party transactions between the associate Companies/relative of Directors. The Loan were given out of business exigencies considering that the nature of business of the said party is that of the Company and the loan is utilized by the recipient company for its main business activity.

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 of the Statutory Auditors, when read together with the relevant notes to the accounts and accounting policies are self explanatory. Auditor in his Auditor Report commented on

The company has granted unsecured loans aggregating Rs.10.60 lakhs to two parties covered in the register maintained under section 189 of the Companies Act, 2013.

It is explained to us that the company granted unsecured loan of Rs. 73.63 Lakhs to Markolines Technologies Private Limited in which Directors are interested to set up research development and testing facility with a condition that said facility will be operated mainly for benefit of the Company. It is further informed that the said loans will be repaid within five years from the completion of setting up of such facility. In view of above explanation we are unable to offer our comment, whether granting of such loan is prejudicial to interest of the company

The company has granted loan to one party in which Director &/or relative of director of the company are interested which are not in compliance with the provisions of Sec 185 in respect of loans to parties covered under aforesaid section.

As per the amendments in provisions of the Sec 185 of the Companies Act, 2013 made effective on 7th May 2018 relaxation were granted to companies in general from the provisions of the said section subject to passing of the Special Resolution of the Members. Accordingly company will pass a special resolution and will get it ratified.

Auditor also commented on payment of statutory dues with respect to GST / PT / MVAT / Gratuity & Bonus -

There are delays in the payment of above mentioned statutory dues. However, with improved business environment Company will be able to meet its obligations in time. The Management is hopeful and committed to their level best to streamline the same in future.

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, 2019, 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, 2019 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

Director(DIN – 00229052)

Plot No. 396/1/8, Anandvan Colony
Opp, Cattle Market, Karad, Satara,
415110

Vijay Oswal

Director(DIN – 00286756)

E-6/701, Lake Town, S No. 11, Sukhsagar,
Nagar, V. I.T College , Bibwewadi, Pune-411046

Place: Mumbai

Date: 30/10/2019

ANNEXURE-1

***The number of meetings attended by the Directors during the FY 2018-19 is as follows:**

Name of the Directors	Board Meeting Dates	Number of meetings attended/total meetings held during the FY 2018-19
Sanjay Bhanudas Patil	27/04/2018 22/05/2018 12/06/2018 10/07/2018 19/07/2018 25/08/2018 18/09/2018 11/10/2018 30/11/2018 29/12/2018 28/01/2019 26/03/2019	12/12
Vijay Ratanchand Oswal	27/04/2018 22/05/2018 12/06/2018 10/07/2018 19/07/2018 25/08/2018 18/09/2018 11/10/2018 30/11/2018 29/12/2018 28/01/2019 26/03/2019	12/12

FormNo.MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31/03/2019

[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
	Dema t	Physical	Total	% of Total Shares	De m at	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.	Sanskruti Patil	7,771	9.00	0	7,761	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	9	0.01	0	9	0.01	0	0
7.	Vishwajit Gaikwad	9	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.	Geeta Kapoor	0	0.00	0	10	0.01	0	0
11.	Vijay Oswal	10	0.01	0	10	0.01	0	0
12.	Safala Oswal	4,317	5.00	0	4,317	5.00	0	0
13.	Jaya Oswal	4,317	5.00	0	4,317	5.00	0	0
14.	Kirti Oswal	8193	9.49	0	8193	9.49	0	0
15.	Rajesh Oswal	432	0.50	0	432	0.50	0	0
16.	Atul Bora	4,318	5.00	0	1	0.00	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.	Karan Bora	205	19.98	0	205	19.98%	0	0
4.	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	-	-	-	-
-	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):	-	-	-	-
	At the End of the year	-	-	-	-

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	11,03,10,347	9,71,92,078		20,75,02,425
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not				
Total(i+ii+iii)	11,03,10,347	9,71,92,078		20,75,02,425
Change in Indebtedness during the financial year				
- Addition	12,77,38,009	13,99,09,664		26,76,47,673
- Reduction	(1,84,55,881)	(3,76,90,655)		(5,61,46,536)
Net Change				
Indebtedness at the end of the financial year	21,95,92,475	19,94,11,087		41,90,03,562
i) Principal Amount				
ii) Interest due but notpaid iii) Interest accrued but not due				
Total (i+ii+iii)	21,95,92,475	19,94,11,087		41,90,03,562

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.	Gross salary (a)Salary as per provisions containedinsection17(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 undersection17(3)Income-taxAct, 1961	Sanjay Patil 33,00,000	Vijay Oswal 18,00,000	-	-	51,00,000
2.	Stock Option	-	-	-	-	-
3.	Sweat Equity	-	-	-	-	-
4.	Commission - as % of profit - others, specify...	-	-	-	-	-
5.	Others, please specify	-	-	-	-	-
6.	Total(A)	33,00,000	18,00,000	-	-	51,00,000
	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 [RD / 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

Director (DIN – 00229052)

Plot No. 396/1/8, Anandvan Colony, Opp. Cattle Market, Karad, Satara 415110



Vijay Oswal

Director (DIN – 00286756)

E-6/701, Lake Town, S No. 11, Sukhsagar Nagar
Near V.I.T. College, Bibwewadi Pune 411046

Place: Mumbai

Date: 30th September, 2019

R. G. MUNDADA & CO

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

INDEPENDENT AUDITOR'S REPORT

To the Members of **Markolines Traffic Controls Private Limited**
Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **Markolines Traffic Controls Private Limited** ("the Company"), which comprise the balance sheet as at 31st March 2019, and the statement of Profit and Loss, for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 March 31, 2019, and profit, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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



and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.


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 Companies Act, 2013, we give in 'Annexure-A' a statement of the matters specified in Paragraph 3 & 4, of the order to the extent applicable.
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 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 , 2019 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March , 2019 from being appointed as a director in terms of Section 164(2) of the Act ;
- f. In our opinion & according to the information & explanation given to us , the internal financial controls established by the company are operating effectively & the same are commensurate with the size & nature of business of the company . During the course of our audit we have not observed any major weakness in internal financial controls.
- g. 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"
- h. 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 as amended, 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 : 30th October, 2019**

"ANNEXURE A"

Annexure to the Independent Auditor's Report of even date on the Standalone Financial Statements of Markolines Traffic Controls Private Limited

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 loan aggregating Rs. 10.60 Lakhs to one party covered in the register maintained under section 189 of the Companies Act, 2013.*
It is informed to us that the company has granted unsecured loan of Rs. 73.63 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
- iv. *The company has granted loan to one party in which director &/or relative of the director of the company are interested 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 loan granted:*



Sr. No.	Name of Party	Relations hip with party	Amount of loan outstanding as on 01.04.2018	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 31.03.2019
1.	Mark O Lines Technologies Pvt. Ltd.	Associate Company	Rs.20,35,620/-	Rs. 73,63,322/-	Rs. 89,05,458/-	Rs.5,66,593/-	Rs.70,91,209/-	Rs10,60,078/-

- 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 24,74,873/-, Profession Tax of Rs. 35,554/-, MVAT of Rs. 4,16,039/-, Gratuity of Rs. 10,23,246/- & bonus of Rs. 1,66,141/- payable in respect of same which were in arrears as on 31st March, 2019 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 : 30th October, 2019

"Annexure B"

Annexure to the Independent Auditor's Report of even date on the Standalone Financial Statements of 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 31,2019 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, 2019, 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 : 30th October, 2019

MARKOLINES TRAFFIC CONTROLS PRIVATE LIMITED
BALANCE SHEET AS ON 31ST MARCH 2019

(Amount in Rs.)

Particulars	Note	As on 31 st March, 2019	As on 31 st March, 2018
<u>EQUITY AND LIABILITIES</u>			
Shareholders Funds:	3	8,737,200	8,737,200
Share Capital	4	129,387,537	95,014,187
Reserves & Surplus			
Money Received Against Share Warrants		138,124,737	103,751,387
Share Application Money Pending Allotment		-	-
Non-Current Liabilities	5	195,836,752	68,919,703
Long-Term Borrowings		-	-
Deferred Tax Liabilities (Net)		-	-
Other Long Term Liabilities		-	-
Long-Term Provisions		195,836,752	68,919,703
Current Liabilities	6	131,001,320	94,495,560
Short-Term Borrowings	7	138,228,075	51,713,627
Trade Payables	8	92,165,489	44,087,163
Other Current Liabilities	9	45,383,897	13,797,889
Short-Term Provisions		406,778,781	204,094,239
TOTAL		740,740,270	376,765,329
<u>ASSETS</u>			
Non-Current Assets			
Fixed Assets	10	132,875,076	78,287,370
Tangible Assets		283,345	174,788
Intangible Assets		-	-
Capital Work-In-Progress		-	-
Intangible Assets Under Development	11	75,210	75,210
Non-Current Investment	12	(2,621,351)	(1,971,330)
Deferred Tax Assets (Net)	13	4,156,166	4,014,261
Long Term Loans and Advances		-	-
Other Non-Current Assets		134,768,446	80,580,299
Current Assets			
Current Investment	14	74,181,896	52,903,436
Inventories	15	381,714,093	161,755,800
Trade Receivables	16	4,428,072	4,532,696
Cash and Cash Equivalents	17	1,527,008	2,193,588
Short-Term Loans and Advances	18	144,122,753	74,799,508
Other Current Assets		605,971,823	296,185,029
TOTAL		740,740,270	376,765,329
Significant Accounting Policies	2.1		

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR R. G. MUNDADA & CO.
CHARTERED ACCOUNTANTS

R. G. MUNDADA
PROPRIETOR
M.No.041360
FRN: 106665W

PLACE : PUNE
Date : 30th October, 2019



MARKOLINES TRAFFIC CONTROLS
PRIVATE LIMITED

[Signature]
DIRECTOR

[Signature]
DIRECTOR

MARKOLINES TRAFFIC CONTROLS PVT LTD
STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2019

Particulars	Note	(Amount in Rs.)	
		For the year ended 31st March 2019	For the year ended 31st March 2018
Income :			
Revenue From Operations	19	732,017,240	515,111,955
Other Income	20	2,836,702	4,411,240
Total Revenue		734,853,942	519,523,195
Expenses :			
Cost Material Consumed	21	299,299,387	125,678,095
Change in Inventory	22	(31,797,460)	(27,728,436)
Employee Benefits Expenses	23	79,364,696	69,054,555
Finance Costs	24	32,446,588	20,131,815
Depreciation and Amortization Expense	25	11,480,753	7,282,763
Other Expenses	26	295,046,287	282,495,885
Total Expenses		685,840,251	476,914,676
Profit before exceptional and extraordinary items and tax		49,013,692	42,608,520
Exceptional items		-	-
Profit before extraordinary items and tax		49,013,692	42,608,520
Extraordinary Items		-	-
Profit Before Tax		49,013,692	42,608,520
Tax Expense :			
(1) Prior Year taxes		-	-
(2) i) Current Tax		13,990,321.00	11,067,876
ii) Current Tax (MAT)		-	-
(3) Deferred Tax		650,020	46,552
Profit / (Loss) for the period from continuing operations		34,373,350	31,494,092
Profit / (loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit / (Loss) from Discontinuing operations after tax		-	-
Profit / (Loss) for the period		34,373,350	31,494,092
Earnings Per Share (EPS)	27		
Basic and Diluted (Rs)		393.41	360.46
Significant Accounting Policies	2.1		

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR R. G. MUNDADA & CO.
 CHARTERED ACCOUNTANTS

R. G. MUNDADA
 PROPRIETOR
 M.No.041360
 FRN: 106685W



PLACE : PUNE
 Date : 30th October, 2019

MARKOLINES TRAFFIC CONTROLS
 PRIVATE LIMITED

[Signature]
 DIRECTOR

[Signature]
 DIRECTOR

MARKOLINES TRAFFIC CONTROLS PVT LTD
Notes to Financial Statements for the year ended March 31, 2019

(Amount in Rs.)
As on 31st March, 2019 As on 31st March, 2018

Note 3 -
Share Capital

Authorised Share Capital

Class "A"

98000 (previous year 98000) equity shares of Rs.100/- each

9,800,000 9,800,000

Class "B"

2000 (previous year 2000) equity shares of Rs. 100/- each

200,000 200,000

10,000,000 10,000,000

Share Capital - Issued, Subscribed & Paid up

Class "A"

86,346 (previous year 86,346) equity shares of Rs.100/- each fully paid up

8,634,600 8,634,600

(Includes 9015 equity shares of Rs.100/- each issued as fully paid by way of bonus shares by capitalisation of reserves)

Class "B"

1026 (previous year 1026) equity shares of Rs.100/- each fully paid

102,600 102,600

8,737,200 8,737,200

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

Class "A"

Name of the Share Holders

	2019		2018	
	No of shares	% Holding in the class	No of shares	% Holding in the class
Sanjay Patil	36,211	41.94%	36,211	41.94%
Kirtinandini Patil	7,771	9.00%	7,771	9.00%
Sanskriti Patil	7,761	8.99%	7,771	9.00%
Kirti Oswal	8,193	9.49%	8,203	9.50%
Mr. Karan Bora	8,634	10.00%	8,635	10.00%
Mr. Kunal Bora	8,634	10.00%	8,634	10.00%

Class "B"

Name of the Share Holders

	2019		2018	
	No of shares	% Holding in the class	No of shares	% Holding in the class
Sanjay Patil	616.00	60.04%	616	60.04%
Vijay Oswal	10.00	0.97%	10	0.97%
Kirti Oswal	195.00	19.01%	195	0.19
Atul Bora	205.00	19.98%	205	19.98%



MARKOLINES TRAFFIC CONTROLS PVT LTD

Notes to Financial Statements for the year ended March 31, 2019

(Amount in Rs.)
As on 31st March, 2019 As on 31st March, 2018

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

	2019		2018	
	No of shares	Rs.	No of shares	Rs.
"A" Class				
Equity shares at the beginning of the year	86,346	8,634,600	86,346	8,634,600
Add : Shares issued during the year	-	-	-	-
Outstanding at the end of the period	86,346	8,634,600	86,346	8,634,600
"B" Class				
Equity shares at the beginning of the year	1,026	102,600	1,026	102,600
Add : Shares issued during the year	-	-	-	-
Outstanding at the end of the period	1,026	102,600	1,026	102,600

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

Add: Current Year's Profit / (Loss)

95,014,187	63,520,095
34,373,350	31,494,092
129,387,537	95,014,187

Note 5 -

Long Term Borrowings

Secured

Malojiraje Sah Bank - NSM (Note:5.1)

Malojiraje Sah Bank -SSP (Note:5.1)

Malojiraje Sah Bank- SBP (Note:5.1)

ICICI Bank Ltd Car Loan Eco Sport

ICICI Bank Ltd Car Loan Endeavour New

878,497	1,124,177
885,058	1,134,230
1,697,121	2,198,263
-	32,750
-	1,061,068



MARKOLINES TRAFFIC CONTROLS PVT LTD

Notes to Financial Statements for the year ended March 31, 2019

(Amount in Rs.)
As on 31st March, 2019 As on 31st March, 2018

Axis Bank Car Loan Eco Sport SBP (Note 5.2)	689,096	
Axis Bank Car Loan Endeavour SBP (Note 5.3)	2,461,872	
Axis Bank Car Loan Innova SBP (Note 5.4)	549,877	
BMW India Financial Services P Ltd (Note 5.5)	1,197,160	
ICICI Bank Ltd Car Loan Innova Crysta (Note 5.6)	672,860	
Indusind Bank Loan A/c MWV00276E (Note 5.7)	3,893,439	
Indusind Bank Loan A/c MWV00300E (Note 5.8)	1,551,775	
Indusind Bank Loan A/c MWV00349E (Note 5.9)	847,380	
Indusind Bank Loan A/c MWV00350E (Note 5.10)	1,933,594	
Indusind Bank Loan A/c MWV00497E (Note 5.11)	589,846	
Indusind Bank Loan A/c MWV00498E (Note 5.12)	589,846	
Yes Bank Loan A/c M Benz (Note 5.13)	3,514,481	
Indusind Bank (Machinery & custom duty loan) (Note 5.24)	44,984,150	
Oxyzo Financial Services Pvt Ltd Rs. 1.40 Cr (Note 5.25)	14,123,268	
Oxyzo Financial Services Pvt Ltd of Rs. 2 Cr (Note 5.26)	16,943,501	
Oxyzo Financial Services Pvt Ltd of Rs. 1 Cr (Note 5.27)	13,358,506	

Unsecured

Deutsche Bank Loan A/c No.350029776720019 (Note 5.14)	1,897,887	
Avanse Financial Services Ltd (Note 5.15)	1,432,460	
HDFC Bank Ltd A/c 58517803 (Note 5.16)	978,774	
Indusind Bank A/c 706000102530 (Note 5.17)	500,379	
IVL Finance Loan A/c S000315014 (Note 5.18)	1,352,914	
Shriram City Union Finance Ltd (Note 5.19)	536,003	
Sundaram Finance Ltd A/c N024100186 (Note 5.20)	7,256,921	
Sundaram Finance Ltd A/c N024100187 (Note 5.21)	7,247,302	
Suryoday Small Finance Bank Ltd (Note 5.22)	2,054,784	
United Petro Finance Loan A/c 1001101002785 (Note 5.23)	-	992,141
Deutsche Bank Loan A/c No.250029776720019	-	

From Directors

Sanjay Patil	11,928,867	12,587,526
Vijay Oswal	2,660,136	7,060,386

From Share holders

Shailaja Gaikwad	3,520,250	5,260,416
Atul Bora	-	500,000
Safala Oswal	11,240,000	5,100,000

From Associate Company

Markoline Infra Pvt. Ltd.	31,868,745	31,868,745
	195,836,752	68,919,703

Note 5.1 - The loan from Malojiraje Sahakari Bank is sanctioned in the name of the director Mr. Sanjay Patil and the employees Mr. Sunil Powar 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 instalment of Rs.39000/-, Rs.39,000/- & Rs.78000/- in respect of loan at Sr No (i), (ii) & (iii) respectively. The rate of Interest is 14%p.a.



MARKOLINES TRAFFIC CONTROLS PVT LTD

Notes to Financial Statements for the year ended March 31, 2019

(Amount in Rs.)
As on 31st March, 2019 As on 31st March, 2018

- 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.45,623/- starting from 01-02-2019. The rate of interest is 16% p.a.
- Note 5.3 :** The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs.45,623/- starting from 01-02-2019. The rate of interest is 16% p.a.
- Note 5.4 :** The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs.35,533/- starting from 01-02-2019. The rate of interest is 15% p.a.
- Note 5.5 :** The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs.52,512/- starting from 16-06-2018. The rate of interest is 8.99% p.a.
- Note 5.6 :** The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs.62,557/- starting from 10-04-2018. The rate of interest is 8.29% p.a.
- 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.5,98,562/- starting from 07-01-2019. The rate of interest is 5.15% p.a.
- 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.3,40,156/- starting from 07-11-2018. The rate of interest is 6.22% p.a.
- Note 5.9 :** The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs.52,804/- starting from 21-01-2019. The rate of interest is 5.51% p.a.
- Note 5.10 :** The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs.1,15,065/- starting from 21-01-2019. The rate of interest is 5.51% p.a.
- Note 5.11 :** The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs. 36,756/- starting from 21-01-2019. The rate of interest is 5.51% 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. 36,756/- starting from 21-01-2019. The rate of interest is 5.51% p.a.
- Note 5.13 :** The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs. 1,14,623/- starting from 15-07-2018. The rate of interest is 8.40% p.a.
- Note 5.14 :** The loan is secured against the vehicle and personal guarantee of the director. The loan is payable in equated installments of Rs. 1,14,623/- starting from 15-07-2018. The rate of interest is 8.40% p.a.
- Note 5.15 :** The loan is payable in equated monthly installments of Rs.127,413/- starting from 10-08-2018 & guaranteed by the directors. The rate of interest is 18.05% p.a.
- Note 5.16 :** The loan is payable in equated monthly installments of Rs. 89,132/- starting from 04-08-2018 & guaranteed by the directors. The rate of interest is 17% p.a.
- Note 5.17 :** The loan is payable in equated monthly installments of Rs. 175,581/- starting from 04-09-2018 & guaranteed by the directors. The rate of interest is 18.5% p.a.
- Note 5.18 :** The loan is payable in equated monthly installments of Rs. 129,144/- starting from 04-08-2018 & guaranteed by the directors. The rate of interest is 19% p.a.
- Note 5.19 :** The loan is payable in equated monthly installments of Rs. 151,226/- starting from 05-09-2018 & guaranteed by the directors. The rate of interest is 19% p.a.
- Note 5.20 :** The loan is payable in equated monthly installments of Rs. 499,000/- starting from 10-02-2019 & guaranteed by the directors. The rate of interest is 14.97% p.a.
- Note 5.21 :** The loan is payable in equated monthly installments of Rs. 498,070/- starting from 17-02-2019 & guaranteed by the directors. The rate of interest is 14.97% p.a.
- Note 5.22 :** The loan is payable in equated monthly installments of Rs. 180,762/- starting from 10-08-2018 & guaranteed by the directors. The rate of interest is 18% p.a.
- Note 5.23 :** The loan is payable in equated monthly installments of Rs. 226,528/- starting from 15-10-2018 & guaranteed by the directors. The rate of interest is 18% p.a.
- Note 5.24 :** The loan is payable after two years moratorium & thereafter payable over a period of 5 years.
- Note 5.25 :** The rate of interest is 16.57% p.a. & secured by guarantee provided by sub-contractor.
- Note 5.26 :** The rate of interest is 15.50% p.a. & secured by guarantee provided by sub-contractor.
- Note 5.27 :** The rate of interest is 16.00% p.a. & secured by guarantee provided by sub-contractor.



MARKOLINES TRAFFIC CONTROLS PVT LTD
Notes to Financial Statements for the year ended March 31, 2019

(Amount in Rs.)
 As on 31st March, 2019 As on 31st March, 2018

Note 6 -
Short Term Borrowings

Secured

State Bank of Hyderabad 62019802027 (Note 6.1)

86,521,788 94,495,560

Unsecured

From Associate Company

Markoline Infra Pvt. Ltd.

44,479,532

131,001,320 94,495,560

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%)

Note 7 -
Trade Payables

Trade Payables
 MSME
 Others

51,713,627

28,194,262
 110,033,813

138,228,075 51,713,627

Note 8 -
Other Current Liabilities

Current Maturities of Long Term Loans (Refer Note 5)

i) Secured

ICICI Bank Ltd Car Loan Polo
 Toyota Financial Service India Ltd
 Toyota Financial Service India Ltd
 ICICI Bank Car Loan A/c.No:0510(Camper)
 SREI Equipment Finance Ltd (HM Plant)
 SREI Equipment Finance Ltd (VSI Unit)
 Yes Bank Loan A/c. No:96659
 Yes Bank Loan A/c.No:96869
 Malojiraje Sah Bank - NSM (Note:5.1)
 Malojiraje Sah Bank -SSP (Note:5.1)
 Malojiraje Sah Bank- SBP (Note:5.1)
 ICICI Bank Ltd Car Loan Eco Sport
 ICICI Bank Ltd. Car Loan Endeavour
 Axis Bank Car Loan Eco Sport SBP (Note 5.2)
 Axis Bank Car Loan Endeavour SBP (Note 5.3)
 Axis Bank Car Loan Innova SBP (Note 5.4)
 BMW India Financial Services P Ltd (Note 5.5)
 ICICI Bank Ltd Car Loan Innova Crysta (Note 5.6)

172,648
 333,950
 333,618
 132,097
 637,121
 1,665,701
 391,638
 3,177,754
 468,000
 468,000
 936,000
 366,864
 1,180,908
 547,476
 1,945,992
 426,396
 630,144
 750,684



MARKOLINES TRAFFIC CONTROLS PVT LTD

Notes to Financial Statements for the year ended March 31, 2019

	(Amount in Rs.)	
	As on 31st March, 2019	As on 31st March, 2018
Indusind Bank Loan A/c MWV00276E (Note 5.7)	7,182,744	-
Indusind Bank Loan A/c MWV00300E (Note 5.8)	4,081,872	-
Indusind Bank Loan A/c MWV00349E (Note 5.9)	633,648	-
Indusind Bank Loan A/c MWV00350E (Note 5.10)	1,380,780	-
Indusind Bank Loan A/c MWV00497E (Note 5.11)	441,072	-
Indusind Bank Loan A/c MWV00498E (Note 5.12)	441,072	-
Yes Bank Loan A/c M Benz (Note 5.14)	1,375,476	-
ii) Unsecured		
Capital First Ltd. A/c No.9263594	-	700,893
Deutsche Bank Loan A/c No.250029776720019	-	2,003,304
Fullerton India Cr Co Ltd Ac No. 036102410123175	-	540,342
Magma Fincorp Ltd A/c No.G/0458/00000125	-	1,206,468
RBL Bank Loan A/c No.809000818611	-	558,422
Tata Cap Fin.Ser. Ltd Loan A/c No.6728206	-	528,765
Deutsche Bank Loan A/c No.350029776720019	2,176,848	-
Avanse Financial Services Ltd (Note 5.15)	1,528,956	-
HDFC Bank Ltd A/c 58517803 (Note 5.16)	1,069,584	-
Indusind Bank A/c 706000102530 (Note 5.17)	2,106,972	-
IVL Finance Loan A/c S000315014 (Note 5.18)	1,549,728	-
Shriram City Union Finance Ltd (Note 5.19)	1,814,712	-
Sundaram Finance Ltd A/c N024100186 (Note 5.20)	5,988,000	-
Sundaram Finance Ltd A/c N024100187 (Note 5.21)	5,976,840	-
Suryoday Small Finance Bank Ltd (Note 5.22)	2,169,144	-
United Petro Finance Loan A/c 1001101002785 (Note 5.23)	2,453,533	-
JMTPL-Mobilization Advance	-	18,861,244
MEP-Mobilization Advance	-	5,000,000
SD @ 5% - Microsurfacing	4,423,425	4,423,425
Retention-Shriram Enterprises-NBL	87,912	-
Retention-Srivastha RMC-NBL	130,063	-
Retention - Ardent Infra Equipments Pvt Ltd. - WATL	1,759,621	-
Retention - Holcreate Infra - WATL	642,601	-
Retention - Lavanya Construction - WATL	369,432	-
Retention - Lokmangal Infratrade P Ltd. - WATL	464,347	-
Retention - Shriram Enterprises - WATL	332,532	-
Retention - Techno Ready Mix Concrete - WATL	109,054	-
Rent Deposit-501 & 502 Office	300,000	-
Retention - Maa Bhavaani Enterprises - GICL	84,077	-
Anandara Infrastructure-WATL (Security deposit)	22,500,000	-
Mobilation Advance- MBEL	12,418,752	-
	92,165,489	44,087,163

Note 9 -

Short Term Provision

Salary Payable	8,170,508	3,991,866
Bonus Payable	809,291	212,155
Expenses Payable	1,831,405	2,464,571
Director Remuneration Payable	3,906	856,088



MARKOLINES TRAFFIC CONTROLS PVT LTD
Notes to Financial Statements for the year ended March 31, 2019

	(Amount in Rs.)	
	As on 31st March, 2019	As on 31st March, 2018
Profession Tax Payable	117,594	32,292
Gratuity Payable	2,869,405	1,023,346
R G Mundada & Co.	1,275,299	1,039,499
Income Tax Payable F.Y. 2018-19	13,990,321	-
Statutory dues payable	16,296,167	4,178,072
	45,383,897	13,797,889



MARKOLINE 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 31-03-2018	ADDITIONS	SALE / DEDUCTION	SURPLUS/ (LOSS)	COST / BOOK VALUE AS AT 31-03-2019	OPENING BALANCE 31-03-2018	FOR THE YEAR	CLOSING BALANCE 31-03-2019	AS AT 31-03-2018	AS AT 31-03-2019
Plant & Machinery										
HAND PRIME & PREHEATER	327,600	-	-	-	327,600	311,446	-	311,446	16,154	16,154
TRANTEX	530,000	-	-	-	530,000	503,870	-	503,870	26,130	26,130
APPLICATOR	72,800	-	-	-	72,800	69,160	-	69,160	3,640	3,640
THERMOPLASTIC PREHEATER	348,756	-	-	-	348,756	331,318	-	331,318	17,438	17,438
UPS SYSTEM	34,000	-	-	-	34,000	32,300	-	32,300	1,700	1,700
MAGAZINE BOX QUARY RS 54693	59,233	-	-	-	59,233	53,439	2,832	56,271	5,794	2,962
DRILL MACHINE	1,631	-	-	-	1,631	1,435	107	1,542	196	88
MICROSCOPE	4,329	-	-	-	4,329	3,894	280	3,974	635	355
THERMOMETRE	1,140	-	-	-	1,140	973	74	1,047	167	93
VIBRATOR	8,500	-	-	-	8,500	6,474	540	7,014	2,026	1,486
Automatic Level - A128	19,000	-	-	-	19,000	13,548	1,225	14,773	5,452	4,227
Automatic Level - A128 Accessories	4,700	-	-	-	4,700	3,324	304	3,628	1,376	1,072
Folding Stand for Auto Level	5,200	-	-	-	5,200	3,207	350	3,557	1,993	1,643
Automatic Level	18,500	-	-	-	18,500	13,479	1,187	14,666	5,021	3,834
Lab Equipment & Tools	149,718	-	-	-	149,718	48,893	14,102	62,995	100,825	86,723
Weighting Machine	8,800	-	-	-	8,800	2,297	687	2,984	6,503	5,816
Auto Level 840 with Aluminium Tripod Stan	41,030	-	-	-	41,030	7,459	3,249	10,708	33,571	30,322
HYDRAULIC BROOM	208,550	-	-	-	208,550	35,758	16,356	52,114	170,792	154,436
Diesel Generator Set	257,500	-	-	-	257,500	45,954	20,390	66,344	211,546	191,156
Screening Machine	180,000	-	-	-	180,000	32,683	14,253	46,936	147,317	133,064
AIR COMPRESSOR- GAMMON	52,210	-	-	-	52,210	5,527	4,134	9,661	46,683	42,548
NOMAD MOBILE FIBER DISPENSER	971,944	-	-	-	971,944	99,791	81,904	181,695	872,153	790,249
COHESION TESTER	62,389	-	-	-	62,389	5,887	-	5,887	56,502	56,502
DIESEL ENGINE PUMPSET- GICL	16,200	-	-	-	16,200	3,603	3,080	6,683	12,597	9,517
Plant & Machinery - Lebad Isora	15,076,419	13,728	3,500,001	(2,048,424)	9,527,994	2,647,450	1,102,549	3,749,999	12,428,969	5,771,995
Plant & Machinery - JMTPL	4,065,728	-	-	-	4,079,456	123,240	322,591	445,831	3,942,488	3,633,625
Plant & Machinery - NMCC	311,063	-	-	-	311,063	9,702	24,631	34,333	301,361	276,730
20F8X9L 6F Fabricated Container	185,000	-	-	-	185,000	7,905	14,649	22,554	177,095	162,446
Storage Tank- TDR	63,550	-	-	-	63,550	2,646	5,032	7,678	60,904	55,872
Plant & Machinery - MBEL	7,251,906	-	-	-	7,251,906	-	225,206	225,206	7,026,700	7,026,700
Plant & Machinery - NBL	617,253	-	-	-	617,253	-	4,939	4,939	612,314	612,314
Plant & Machinery - WATL	614,654	-	-	-	614,654	-	13,687	13,687	600,967	600,967



Emulidume Microsurfacing Machinery	878,770	-	-	878,770	225,226	69,032	295,158	653,544	583,612
Microsurfacing Paver	47,545,543	-	-	47,545,543	8,767,160	3,365,031	12,132,191	38,778,383	35,413,352
OFFICE EQUIPMENT									
FAX MACHINE	23,251	-	-	23,251	22,088	-	22,088	1,163	1,163
SCREEN BOX	30,000	-	-	30,000	28,500	-	28,500	1,500	1,500
CAMERA	163,950	-	-	163,950	89,386	20,167	109,553	74,564	54,397
BIOMETRIC ATTENDANCE READER	69,459	-	-	69,459	29,356	8,967	38,323	40,103	31,136
PUBLIC ATTENDANCE SYSTEM	19,535	-	-	19,535	16,147	2,411	18,556	3,388	977
PRINTERS	196,925	-	-	196,925	153,560	17,346	170,905	43,365	115,313
SCANNER	3,650	-	-	3,650	3,468	-	3,468	182	182
MOBILE PHONE	1,153,237	-	-	1,165,273	804,229	111,225	915,454	349,008	250,819
SPIRAL BINDING MACHINE	6,000	-	-	6,000	5,700	-	5,700	300	300
WATER COOLER	6,500	-	-	6,500	6,175	-	6,175	325	325
REFRIGERATOR	29,492	-	-	29,492	17,326	3,864	21,310	12,166	8,182
AIR CONDITIONER	705,466	-	-	778,339	612,094	23,233	635,327	93,372	143,012
INVERTER	474,496	-	-	522,297	336,379	39,117	375,496	138,107	146,801
AQUA GUARD	21,566	-	-	21,566	20,488	-	20,488	1,078	1,078
T.V.	58,490	-	-	58,490	37,159	8,803	45,962	21,331	12,528
OTHER OFFICE EQUIPMENT	627,374	-	-	989,675	160,140	126,478	286,618	467,234	703,057
FURNITURE & FIXTURE									
	1,543,793	-	-	1,544,146	1,053,451	62,227	1,115,678	490,342	528,470
MOTOR CAR									
	25,323,718	62,752,862	(108,630)	87,267,950	10,535,140	5,480,835	15,995,975	14,786,578	71,271,975
COMPUTER & LAPTOP									
	1,844,829	471,126	-	2,315,955	1,364,040	206,966	1,571,005	480,780	744,950
INTANGIBLE ASSETS									
SOFTWARE	256,132	126,875	-	383,007	81,344	18,318	99,662	174,787,80	283,345
BUILDING									
	4,187,277	-	-	4,187,277	995,748	57,385	1,053,133	3,191,529	3,134,144
GRAND-TOTAL	108,252,833	72,534,074	4,200,001	174,429,952	29,790,775	11,480,753	41,271,528	78,462,158	133,158,421



MARKOLINES TRAFFIC CONTROLS PVT LTD

Notes to Financial Statements for the year ended March 31, 2019

	(Amount in Rs.)	
	As on 31st March, 2019	As on 31st March, 2018
Note 11 - Non Current Investments		
(Unquoted, Valued at cost)		
Shares of Warna 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
	75,210	75,210
Note 12 - Deferred Tax Asset		
Deferred Tax Asset	(1,971,330)	(1,924,778)
Less : Current Year Liability	(650,020)	(46,552)
	(2,621,351)	(1,971,330)
Note 13 - Long Term Loans & Deposits		
Bank Guarantee - Margin Money	2,356,166	2,214,261
Deposit for Quarry Land	800,000	800,000
Advance for land at Dehrang Tq: Panvel	1,000,000	1,000,000
	4,156,166	4,014,261
Note 14 - Inventories		
Raw Material	14,656,000	25,175,000
Work in Progress	59,525,896	27,728,436
	74,181,896	52,903,436
(As taken valued & certified by Management & relied upon by us)		
Note 15 - Trade Receivable		
(Unsecured considered good by the Management)		
Trade Receivables		
Debts outstanding for period less than six months	282,925,829	137,206,029
Debts outstanding for period exceeding six months	98,788,264	24,549,771
	381,714,093	161,755,800
Note 16 - Cash & Bank Balances		
Cash In Hand	3,787,617	3,868,542
<u>Balances With Banks (Current A/c)</u>		
ICICI Bank - 7223	-	-
ICICI Bank A/c- 152	-	28,069
ICICI Bank A/c- 087305001431	-	636,084
IndusInd Bank-CBD-250000000494	122,989	-
State Bank of India -37768094889	504,466	-
State Bank of India -38357840045	11,000	-
	4,426,072	4,532,696



MARKOLINES TRAFFIC CONTROLS PVT LTD
Notes to Financial Statements for the year ended March 31, 2019

	As on 31st March, 2019	(Amount in Rs.) As on 31st March, 2018
Note 17 - Short Term Loans & advances (Unsecured considered good by the Management)		
Advances to Creditors		
Markoline Technologies Pvt Ltd	(31,050)	47,800
Salary & Staff Advance	1,060,077	2,035,620
	497,981	110,168

1,527,008	2,193,588
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Note 18 - Other Current Assets

F.D. for Bank Guarantee - Margin Money	28,579,277	9,955,268
F.D. with Indusind Bank	6,105,985	
(F.D. offered as security against machinery loan)		
Security Deposit & Retention Money	44,683,269	30,704,355
EMD for Engineers India Ltd	72,000	72,000
EMD - MP Road Development Corporation Ltd.	-	200,000
EMD - Surat Municipal Corporation	-	342,200
EMD Keolis Hyderabad Mass Rapid Transit System Pvt Ltd	-	1,000,000
EMD-NMMC	769,000	-
Security Deposit - MPKVCL (Lebad Jaora)	-	1,451,481
Advances for Capital Goods	2,382,446	2,382,446
Other Misc. Deposits & Advances	91,398	194,421
Mobile Deposit	7,400	8,900
Rent Deposit	2,351,824	1,543,500
Imprest Money With Staff	3,282,284	2,442,064
Prepaid Expenses	933,852	830,518
MVAT Refund F.Y.2011-12	429,786	429,786
SREI Finance - SD	12,690,620	7,986,244
SREI TDS Receivable	-	105,200
Reliance Capital Ltd TDS receivable	-	151,254
MVAT Payable - F.Y. 2016-17	2,550,858	2,550,858
UP VAT Payable F.Y.2016-17	278,508	278,508
GST receivable	16,844,357	1,979,057
TDS Receivable-Loan	603,839	-
EMD-Chief Executive Officer,Kanpur	100,000	-
EMD-Nagar Parishad Rampur Baghelan, Satna	419,570	-
Deposit for Appeal MP -FY 2015-16	50,552	-

Income Tax Refunds

Income Tax Refund A.Y.2010-11	1,909,766	1,909,766
Income Tax Refund A.Y.2012-13	192,107	192,107
Income Tax Refund A.Y. 2013-14	115,055	115,055
Income Tax Refund A.Y. 2014-15	684,865	684,865
Income Tax Refund A.Y. 2015-16	3,581,022	3,581,022
Income Tax Refund A.Y. 2016-17	352,428	352,428
Income Tax Refund A.Y. 2017-18	432,714	3,035,046
Income Tax Refund A.Y. 2018-19	321,154	321,154
TDS	13,306,813	-
	144,122,748	74,799,502



MARKOLINES TRAFFIC CONTROLS PVT LTD
Notes to Financial Statements for the year ended March 31, 2019

(Amount in Rs.)

For the year ended	For the year ended
31st March, 2019	31st March, 2018

Note 19 -
Revenue from operations

Revenue from Micro-Surfacing & Road Making	817,951,778	550,797,375
Less: GST	85,934,538	35,685,420
	<u>732,017,240</u>	<u>515,111,955</u>
 Revenue from Toll Operations	 -	 -
Less : Service Tax	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
 Revenue from Hiring Services (Paver)	 -	 -
Less : Service Tax	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
 Reimbursement of Expenses	 -	 -
Less: Service Tax	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
	<u><u>732,017,240</u></u>	<u><u>515,111,955</u></u>

Note 20 -
Other Income

Discount Received	822,830	56,350
Interest on F.D.	947,298	805,408
Interest Income	566,593	2,281,497
Interest on IT Refund	224,908	620,613
Misc Income	30,183	42,513
VAT Refund	152,862	-
Amount Written Back	92,029	604,859
	<u>2,836,702.35</u>	<u>4,411,240</u>

Note 21 -
Cost of Material Consumed

Opening Stock	25,175,000	3,169,141
Add: Purchases during the year	288,780,387	147,683,954
	<u>313,955,387</u>	<u>150,853,095</u>
Less: Closing Stock	14,656,000	25,175,000
Consumption	<u>299,299,387</u>	<u>125,678,095</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

Notes to Financial Statements for the year ended March 31, 2019

(Amount in Rs.)

	For the year ended 31st March,2019	For the year ended 31st March,2018
Note 22 -		
Change in Inventories		
Opening WIP	27,728,436	-
Closing WIP	59,525,896	27,728,436
Change in Inventories	<u>(31,797,460)</u>	<u>(27,728,436)</u>

Note 23 -

Employee Benefits Expenses

Directors Remuneration	5,100,000	8,340,000
Salaries	66,292,328	54,972,507
Provident Fund	1,644,672	1,128,188
E.S.I.	934,863	413,760
Staff Welfare	2,759,124	2,156,152
Allowances	124,500	39,515
Bonus	643,150	981,087
Gratuity	1,866,059	1023346
	<u>79,364,696</u>	<u>69,054,555</u>

Note 24 -

Finance Costs

Interest on other Loan	8,570,618	3,909,591
Bank & Financial Institution Interest	18,725,461	11,896,151
Bank Charges & Commission	4,360,748	4,044,984
Interest on Statutory dues	188,433	281,089
Interest on TDS	601,327	-
	<u>32,446,588</u>	<u>20,131,815</u>

Note 25 -

Depreciation & Amortisation Expenses

Depreciation	11,480,753	7,282,763
	<u>11,480,753</u>	<u>7,282,763</u>



MARKOLINE TRAFFIC CONTROLS PVT LTD

Notes to Financial Statements for the year ended March 31, 2019

Note 28 - 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

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.	Markoline Infra Pvt Ltd			
	i) Opening Balance Payable		31,868,745	
	ii) Advance Taken During the year		141,142,635	
	iii) Advance Repaid During the year		102,588,239	
	iv) Interest Payable		5,925,136	
	v) Balance Payable		76,348,277	
ii.	Markoline Technologies Pvt Ltd			
	i) Opening Balance Receivable		2,035,620	
	ii) Advance Given During the year		7,363,322	
	iii) Advance received back during the year		8,905,458	
	iv) Interest Receivable		566,593	
	v) Consultancy Fees Payable		-	
	v) Closing Balance receivable		1,060,078	
iii.	Sanjay Patil			
	i) Opening Balance Payable	12,587,526		
	ii) Loan Taken During the year	42,422,280		
	iii) Loan Repaid During the year	43,080,939		
	iii) Balance Payable	11,928,867		
	iv) Remuneration as Director	3,300,000		
iv.	Shailaja Gaikwad			
	i) Opening Balance Payable			5,260,416
	ii) Loan Taken During the year			-
	iii) Loan Repaid During the year			2,346,648
	iv) Interest Payable			606,482
	iv) Balance Payable			3,520,250



MARKOLINE TRAFFIC CONTROLS PVT LTD
Notes to Financial Statements for the year ended March 31, 2019

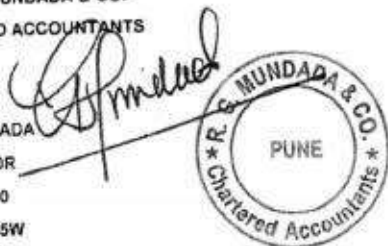
v	Vijay Oswal	
	i) Opening Balance Payable	7,060,386
	ii) Loan Taken During the year	8,499,800
	iii) Loan Repaid During the year	12,900,050
	iv) Balance Payable	2,660,136
	v) Remuneration as Director	1,800,000
vi	Safala Oswal	5,100,000
	i) Opening Balance Payable	10,500,000
	ii) Loan Taken During the year	6,129,000
	iii) Loan Repaid During the year	1,769,000
	iv) Interest Payable	11,240,000
	v) Balance Payable	

Signature to Notes 1 to 29

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR R. G. MUNDADA & CO.
CHARTERED ACCOUNTANTS

R. G. MUNDADA
PROPRIETOR
M.No.041360
FRN: 106685W



MARKOLINES TRAFFIC CONTROLS
PRIVATE LIMITED

Safal
DIRECTOR

Vijay Oswal
DIRECTOR

PLACE : PUNE
Date : 30th October, 2019

MARKOLINES TRAFFIC CONTROLS PVT LTD
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2019

Particulars	Year ended 31.03.2019	Year ended 31.03.2018
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax	4,90,13,692	4,26,08,520
Adjustment for		
Add: Depreciation and amortisation	1,14,80,753	72,82,763
Loss on sale of non-trade current investments	-	-
Finance cost	3,24,46,588	1,98,56,174
Loss of Share from MOL Hoptech JV	-	-
	9,29,41,032	6,97,47,457
Less : Interest on Long term and current non-trade investments	17,38,799	37,07,518
Interest on loans , deposits etc	9,12,02,234	6,60,39,939
	9,12,02,234	6,60,39,939
Operating profit before working capital changes		
Changes in working capital :		
Adjustment for (increase)/decrease in operating assets :		
Add: Inventories	(2,12,78,460)	(4,97,34,295)
Trade receivables	(21,99,58,292)	(8,42,57,039)
Other current assets	(6,93,23,245)	(3,39,88,964)
Short term loans and advances	6,66,580	2,43,46,439
	(21,86,91,184)	(7,75,93,920)
Adjustment for increase/(decrease) in operating liabilities :		
Add : Trade payables	8,65,14,448	2,78,52,162
Other current liabilities	4,80,78,326	95,78,877
Short-term provisions	1,75,95,687	63,92,878
	(6,65,02,723)	(3,37,70,003)
Cash generated from Operations		
	-	0
Less: Prior Year Tax	-	1,10,67,876
Less : Direct taxes paid	-	-
Net cash from Operating Activities (A)	(6,65,02,723)	(4,48,37,879)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Long Term Loans and Advances	(1,41,905)	45,34,271
Non-Current Investment	-	-
Other non-current assets	-	-
Interest received on investments	17,38,799	37,07,518
Loss of Share from MOL Hoptech JV	-	-
Capital expenditure on fixed assets, including capital advances	(6,61,77,019)	(1,50,39,729)
Net cash/(used) in Investing Activities (B)	(6,45,80,125)	(67,97,940)



C. CASH FLOW FROM FINANCING ACTIVITIES		
Short Term Borrowings	3,65,05,761	5,45,15,813
Term loans repaid	12,69,17,049	1,62,01,992
Interest paid	(3,24,46,588)	(1,98,56,174)
Net cash/(used) in Financing Activities ('C)	13,09,76,223	5,08,61,631
D. INCREASE/(DECREASE) INCASH AND CASH EQUIVALENTS (A+B+C)		
	(1,06,625)	(7,74,188)
Cash and Cash Equivalents at the beginning of the year	45,32,695	53,06,882
Cash and Cash Equivalents at the end of the year	44,26,072	45,32,695

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:

- Cash In Hand
- With Scheduled Banks
 - On Current Accounts
 - On Fixed Deposits

	31.03.2019	31.03.2018
- Cash In Hand	37,87,617.00	38,68,542.00
- With Scheduled Banks		
On Current Accounts	6,38,455.00	6,64,153.00
On Fixed Deposits		
	44,26,072.00	45,32,695.00

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR R. G. MUNDADA & CO.
CHARTERED ACCOUNTANTS

R. G. MUNDADA
PROPRIETOR




PLACE : PUNE

Date : 30th September, 2019

MARKOLINE TRAFFIC CONTROLS P. LTD.


DIRECTOR


DIRECTOR

MARKOLINES TRAFFIC CONTROLS PVT LTD

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2019

1) CORPORATE INFORMATION

MARKOLINES TRAFFIC CONTROLS PVT LTD ('the company') is a private company domiciled in India & incorporated under the provisions of the Companies Act, 1956. The company is principally engaged in the business/ services of infrastructure operations.

2) BASIS & METHOD OF ACCOUNTING

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respect with the Accounting Standards, notified under Sec.133 of the Companies Act, 2013 read together with Para 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the company & consistent to those used in the previous year.

2.1) Significant Accounting Policies:

a) Use of Estimates:

The preparation of financial statements require estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Although these estimates are based upon management's best knowledge of the current events and actions, uncertainty about these assumptions and estimates could result in outcomes requiring material adjustments to the carrying amounts of assets and liabilities in future period. Difference between the actual results & estimates are recognized in the period in which the results are known/materialized.

b) Fixed Assets & Depreciation:

Fixed Assets are stated at Written down value after providing for depreciation based on the useful lives of the assets as estimated by the management which coincides with the rates prescribed under Schedule-II of the Companies Act, 2013.

Depreciation on sold /discarded fixed assets is provided for up-to the date of sale/discarded as the case may be.

c) Impairment of Assets:

An asset is treated as impaired asset when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged to the profit & loss account is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been change in the estimate of recoverable amount.



d) Revenue:

Revenue is recognized to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Further revenue is recognized on rendering of services and execution of contract. Other income and expenditure are accounted for on accrual basis except those with significant uncertainties.

e) Borrowing Cost:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as a part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to the revenue.

f) Employees Benefit :

Provident Fund

The Company's liability towards retirement benefit in the form of provident fund is fully funded & charged to Profit & Loss Account. The Company contributes to the employee provident fund maintained under the employee provident fund scheme run by the Central Government.

Gratuity

During the year, gratuity payable to employees of Rs.18,66,059/-is provided in the accounts based on the liability ascertained by the management & relied upon by us.

Leave Encashment

Leave encashment to the employees is accounted for as & when the same is claimed by eligible employees.

g) Investments:

Investments are valued at cost. Provision for diminution is made to recognize a decline, other than temporary in the value of long term investments.

h) Provisions, Contingent liabilities and Contingent Assets:

A contingent liability is possible obligation that arises from past events whose existence will be confirmed by the occurrence or non -occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation . A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the notes.

Contingent assets are not recognized in the financial statement



i) **Taxation:**

Income Tax:

Provision for current tax is made after taking into consideration benefits admissible under the provision of the Income Tax Act, 1961.

Deferred Tax:

Deferred tax resulting from "timing difference" between book and taxable profit is accounted for using the tax rates and laws that are applicable for the current financial year. Further, the deferred tax asset is on account of difference of depreciation as per books & Income Tax.

j) **Current Assets, Loans & Advances:**

Current Assets, Loans & Advances are stated at their net realizable value.

k) **Inventories:**

- i) Raw Material : Valued at Cost.
- ii) Work in Progress : There is no Work in Progress.
- iii) Finished Goods : There is no stock of Finished Goods.

l) **Bad Debts:**

Bad Debts / Advances are written off in the year in which they become irrecoverable.

- m) The previous year figures have been regrouped / rearranged wherever necessary so as to make them comparable with those of the current year.

- n) The information as to the amount payable to suppliers registered under "The Micro, Small and Medium enterprises Development Act 2006" is reckoned on the basis of information provided by the Management & relied upon us.

o) **Earning per share :**

Basic earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit after tax as adjusted for dividend.

FOR R.G.MUNDADA & CO.
CHARTERED ACCOUNTANTS

R.G.MUNDADA
PROPRIETOR



MARKOLINES TRAFFIC
CONTROLS PRIVATE LIMITED

DIRECTOR

DIRECTOR