

Price Waterhouse & Co Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF TITAGARH CAPITAL PRIVATE LIMITED

Report on the Financial Statements

1. We have audited the accompanying financial statements of **Titagarh Capital Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements to 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 judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' judgement, 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 the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



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Price Waterhouse & Co Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Titagarh Capital Private Limited

Report on the Financial Statements

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Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its profit and its cash flows for the year ended on that date.

Other Matter

9. The financial statements of the Company for the year ended March 31, 2017, were audited by another firm of chartered accountants under the Companies Act, 2013 who, vide their report dated May 18, 2017, expressed an unmodified opinion on those financial statements.

Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

10. As required by 'the Companies (Auditor's Report) Order, 2016', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.
11. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.
 - (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - i. The Company has disclosed the impact, if any, of pending litigations as at March 31, 2018 on its financial position in its financial statements – Refer Note 19 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2018.



Price Waterhouse & Co Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Titagarh Capital Private Limited

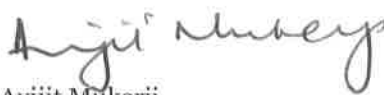
Report on the Financial Statements

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iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2018.

iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2018.

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/ E-300009
Chartered Accountants



Avijit Mukerji
Partner

Membership Number 056155

Kolkata

May 29, 2018

Price Waterhouse & Co Chartered Accountants LLP

Annexure A to Independent Auditors' Report

Referred to in paragraph 11(f) of the Independent Auditors' Report of even date to the members of Titagarh Capital Private Limited on the financial statements for the year ended March 31, 2018

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Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls with reference to financial statements of Titagarh Capital Private Limited ("the Company") as of March 31, 2018, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements 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 deemed to be prescribed 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 ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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 with reference to financial statements.



Price Waterhouse & Co Chartered Accountants LLP

Annexure A to Independent Auditors' Report

Referred to in paragraph 11(f) of the Independent Auditors' Report of even date to the members of Titagarh Capital Private Limited on the financial statements for the year ended March 31, 2018

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Meaning of Internal Financial Controls with reference to financial statements

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

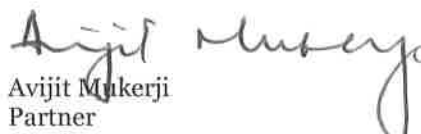
Inherent Limitations of Internal Financial Controls with reference to financial statements

7. Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

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

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/ E-300009
Chartered Accountants


Avijit Mukerji
Partner
Membership Number 056155

Kolkata
May 29, 2018

Price Waterhouse & Co Chartered Accountants LLP

Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Titagarh Capital Private Limited on the financial statements as of and for the year ended March 31, 2018

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.
- (b) The fixed assets of the Company, representing 887 railway wagons aggregating to Rs. 103,547,863 are in the possession of the Indian Railways and have not been physically verified by the Management during the year. Accordingly, we are unable to comment on discrepancies, if any. Also refer Note 19 to the financial statements.
- (c) The Company does not own any immovable properties as disclosed in Note 9 on fixed assets to the financial statements. Therefore, the provisions of Clause 3(i)(c) of the said Order are not applicable to the Company.
- ii. The Company is in the business of rendering services, and consequently, does not hold any inventory. Therefore, the provisions of Clause 3(ii) of the said Order are not applicable to the Company.
- iii. The Company has granted unsecured loans, to one company covered in the register maintained under Section 189 of the Act. The Company has not granted any loans, secured or unsecured, to firms, Limited Liability Partnerships, or other parties covered in the register maintained under Section 189 of the Act.
- (a) In respect of the aforesaid loans, the terms and conditions under which such loans were granted are not prejudicial to the Company's interest.
- (b) In respect of the aforesaid loans, no schedule for repayment of principal and payment of interest has been stipulated by the Company. Therefore, in absence of stipulation of repayment terms, we do not make any comment on the regularity of repayment of principal and payment of interest.
- (c) In respect of the aforesaid loans, there is no amount which is overdue for more than ninety days.
- iv. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act in respect of the loans and investments made, and guarantees and security provided by it, as applicable.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- vi. The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of income tax, service tax and goods and service tax with effect from July 1, 2017 though there has been delays in few cases, and is regular in depositing undisputed statutory dues, including provident fund, employees' state insurance, sales tax, income tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities.
- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax or goods and service tax which have not been deposited on account of any dispute.



Price Waterhouse & Co Chartered Accountants LLP


Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Titagarh Capital Private Limited on the financial statements as of and for the year ended March 31, 2018.

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- viii. As the Company does not have any loans or borrowings from any financial institution or bank or Government, nor has it issued any debentures as at the balance sheet date, the provisions of Clause 3(viii) of the Order are not applicable to the Company.
- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, the provisions of Clause 3(xi) of the Order are not applicable to the Company.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Section 177 and Section 188 of the Act, as applicable. The details of related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is required to, and has been registered under Section 45-IA of the Reserve Bank of India Act, 1934 as a non-banking financial institution without accepting public deposits.

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/ E-300009
Chartered Accountants


Avijit Mukerji
Partner
Membership Number 056155

Kolkata
May 29, 2018

TITAGARH CAPITAL PRIVATE LIMITED
Balance Sheet as at March 31, 2018

	Notes	As at March 31, 2018 Amount in Rs.	As at March 31, 2017 Amount in Rs.
A EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	400,000,000	400,000,000
Reserves and Surplus	4	(144,949,442)	(145,125,954)
Current Liabilities			
Short - term Borrowings	5	50,000,000	103,500,000
Trade Payables	6		
Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises		200,000	987,000
Other Current Liabilities	7	4,296,004	205,552
Short - term Provisions	8	146,010	259,753
TOTAL		309,692,572	359,826,351
B ASSETS			
Non-current Assets			
Fixed Assets			
Tangible Assets	9	103,547,863	103,547,863
Non - current Investments	10	150,000,000	150,000,000
Long- term Loans and Advances	11	4,381,576	2,365,110
Current Assets			
Cash and Cash Equivalents	12	1,546,147	3,913,378
Short - term Loans and Advances	11	50,000,000	100,000,000
Other Current Assets	13	216,986	-
TOTAL		309,692,572	359,826,351

The accompanying notes are an integral part of these Financial Statements.

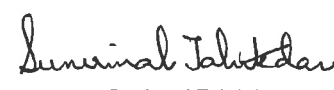
This is the Balance Sheet referred to in our Report of even date.

For and on behalf of the Board of Directors of Titagarh Capital Private Limited

For Price Waterhouse & Co Chartered Accountants LLP
Chartered Accountants
Firm Registration No.: 304026E/E-300009


Avijit Mukerji
Partner
Membership Number 056155


Dinesh Arya
Director


Sunirmal Talukdar
Director


Pawan Kumar Agarwal
Chief Financial Officer


Averi Misra
Company Secretary

Place: Kolkata
Date : May 29, 2018



TITAGARH CAPITAL PRIVATE LIMITED
Statement of Profit and Loss for the year ended March 31, 2018

	Notes	For the year ended March 31, 2018 Amount in Rs.	For the year ended March 31, 2017 Amount in Rs.
Revenue from Operations	14	21,136,985	14,597,262
Other Income	15	125,000	129,735
Total Revenue		21,261,985	14,726,997
Expenses			
Employee Benefits Expense	16	355,232	739,935
Finance Costs	17	20,019,827	13,519,899
Other Expenses	18	623,633	3,250,367
Total Expenses		20,998,692	17,510,201
Profit/(Loss) before Tax		263,293	(2,783,204)
Tax Expense			
Current Tax		86,781	-
Profit/(Loss) for the Year		176,512	(2,783,204)
Earnings/(Loss) Per Equity Share			
[Nominal Value per Share Rs. 100 (March 31, 2017: Rs. 100)]			
Basic (in Rs.)	20	0.12	(1.86)
Diluted (in Rs.)	20	0.04	(1.86)

The accompanying notes are an integral part of these Financial Statements

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

For and on behalf of the Board of Directors of Titagarh Capital Private Limited

For Price Waterhouse & Co Chartered Accountants LLP

Chartered Accountants

Firm Registration No.: 304026E/E-300009

Avijit Mukherji
Partner

Membership Number 056155

Place: Kolkata

Date : May 29, 2018

Dinesh Arya
Director

Sunirmal Talukdar
Director

Pawan Kumar Agarwal
Chief Financial Officer

Averi Misra
Company Secretary



TITAGARH CAPITAL PRIVATE LIMITED
Cash Flow Statement for the year ended March 31, 2018

	For the year ended March 31, 2018 Amount in Rs.	For the year ended March 31, 2017 Amount in Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before Tax	176,512	(2,783,204)
Adjustments for:		
Contingency Provision Created/ (Written Back) against Standard Assets	(125,000)	87,500
Finance Costs	20,019,827	13,519,899
Operating Profit before Working Capital Changes	20,071,339	10,824,195
Changes in Working Capital :-		
(Increase)/ Decrease in Short-term Loans and Advances	50,000,000	(35,000,000)
(Increase)/ Decrease in Other Current Assets	(216,986)	1,938,320
Decrease in Trade Payables	(787,000)	(2,047,692)
Increase in Short - term Provisions	11,257	9,753
Decrease in Other Current Liabilities	(111,551)	(349,387)
Cash Generated From/ (Used in) Operations	68,967,059	(24,624,811)
Income Taxes Paid	(2,016,466)	(732,246)
Net Cash From/ (Used in) Operating Activities	66,950,593	(25,357,057)
B. CASH FLOW FROM FINANCING ACTIVITIES		
Loan taken from Holding Company	300,000,000	45,000,000
Loan repaid to Holding Company	(353,500,000)	-
Interest paid	(15,817,824)	(18,425,786)
Net Cash From/(Used in) Financing Activities	(69,317,824)	26,574,214
Net Increase/ (Decrease) In Cash and Cash Equivalents (A+B)	(2,367,231)	1,217,157
Cash and Cash Equivalents at the beginning of the year (Refer Note 12)	3,913,378	2,696,221
Cash and Cash Equivalents at the end of the year (Refer Note 12)	1,546,147	3,913,378

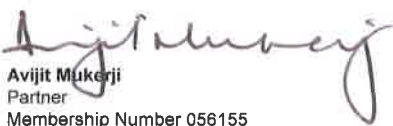
The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard -3 on Cash Flow Statement notified under Section 211 (3C) of the Companies Act 1956 [Companies (Accounting Standards) Rules 2006, as amended].

The accompanying notes are an integral part of these Financial Statements.

This is the Cash Flow Statement referred to in our Report of even date.

For and on behalf of the Board of Directors of Titagarh Capital Private Limited

For Price Waterhouse & Co Chartered Accountants LLP
Chartered Accountants
Firm Registration No.: 304026E/E-300009


Avijit Mukerji
Partner
Membership Number 056155

Place: Kolkata
Date : May 29, 2018


Dinesh Arya
Director


Pawan Kumar Agarwal
Chief Financial Officer


Sunirmal Talukdar
Director


Averi Misra
Company Secretary



TITAGARH CAPITAL PRIVATE LIMITED

Notes to the financial statements as at and for the year ended March 31, 2018

1. Corporate Information

Titagarh Capital Private Limited (the Company) is a private limited company domiciled in India. The Company has been registered under Section 45-IA of the Reserve Bank of India Act, 1934 as a non-banking financial institution without accepting public deposits.

2.1 Summary of Significant Accounting Policies

(a) Basis of preparation

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to section 133 of the Companies Act, 2013 read with Rule 7(1) of the Companies (Accounts) Rules, 2014, till the standards of accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) of the Companies Act, 1956 [Companies (Accounting Standards) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III (Division I) to the Companies Act, 2013. Based on the nature of business, the Company has ascertained its operating cycle as 12 months for the purpose of current – non-current classification of assets and liabilities.

(b) Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in India requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

(c) Tangible Assets

Tangible Assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises of the purchase price including import duties and non-refundable taxes, and directly attributable expenses incurred to bring the asset to the location and condition necessary for it to be capable of being operated in the manner intended by management. Subsequent costs related to an item of Property, Plant and Equipment are recognised in the carrying amount of the item if the recognition criteria are met.

An item of Property, Plant and Equipment is derecognised on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising on derecognition is recognised in the Statement of Profit and Loss.



TITAGARH CAPITAL PRIVATE LIMITED

Notes to the financial statements as at and for the year ended March 31, 2018

(d) Depreciation on Tangible Fixed Assets

Depreciation is provided on a pro-rata basis on the straight-line method over the estimated useful lives of the assets, based on technical evaluation done by management's expert, which are higher than those specified by Schedule II to the Companies Act, 2013, in order to reflect the actual usage of the assets. The depreciation charge for each period is recognised in the Statement of Profit and Loss, unless it is included in the carrying amount of any other asset.

The depreciable amount of an asset is determined after deducting its residual value. Depreciation is recognised even if the fair value of the asset exceeds its carrying amount, as long as the asset's residual value does not exceed its carrying amount. As more fully described in Note 9, since the residual value of the railway wagons exceeds the carrying value as at year end, no depreciation has been provided during the year.

(e) Leases

As a lessor:

The Company has leased certain tangible assets and such leases where the Company has substantially retained all the risks and rewards of ownership are classified as operating leases. Lease income on such operating leases are recognised in the Statement of Profit and Loss on a straight line basis over the lease term which is representative of the time pattern in which benefit derived from the use of the leased asset is diminished. Initial direct costs are recognized as an expense in the Statement of Profit and Loss in the period in which they are incurred.

(f) Borrowing costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in Statement of Profit and Loss in the period in which they are incurred

(g) Impairment of Tangible Fixed Assets

The carrying amounts of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on the internal/external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount which is the greater of the assets' net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.



TITAGARH CAPITAL PRIVATE LIMITED

Notes to the financial statements as at and for the year ended March 31, 2018

(h) Investments

Investments that are readily realisable and intended to be held for not more than a year from the date on which such investments are made are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the long-term investments.

(i) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company, and can be reliably measured and it is reasonable to expect ultimate collection.

Interest Income

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

(j) Employee Benefit

Short term employee benefits : These are recognised at the undiscounted amount in the Statement of Profit and Loss for the year in which the related service is rendered.

Compensated Absences: Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year end are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end.

(k) Current and Deferred Tax

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. In situations, where the Company has unabsorbed depreciation or carry forward losses under tax laws, all deferred tax assets are recognised only to the extent that there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits. At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis.



TITAGARH CAPITAL PRIVATE LIMITED

Notes to the financial statements as at and for the year ended March 31, 2018

(l) Earnings Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period attributable to equity shareholders after deducting any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

(m) Provisions

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

(n) Contingent Liabilities

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

(o) Cash and Cash Equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise of cash on hand, cash at bank and fixed deposits with an original maturity of three months or less.



3 SHARE CAPITAL

Authorised Shares

21,00,000 (March 31, 2017: 21,00,000) Equity shares of Rs. 100 each
25,00,000 (March 31, 2017: 25,00,000) 1% Non Cumulative Compulsory Convertible Preference Shares (NCCCPs) of Rs. 100 each

As at
March 31, 2018
Amount in Rs.

210,000,000
250,000,000
460,000,000

As at
March 31, 2017
Amount in Rs.

210,000,000
250,000,000
460,000,000

Issued, Subscribed and Fully Paid-up Shares

15,00,000 (March 31, 2017: 15,00,000) Equity shares of Rs. 100 each
25,00,000 (March 31, 2017: 25,00,000) 1% NCCCPs of Rs. 100 each

150,000,000
250,000,000
400,000,000

150,000,000
250,000,000
400,000,000

a) Reconciliation of the Shares outstanding at the beginning and at the end of the reporting period

There is no movement in the Share Capital during the current year and previous year.

b) Terms/rights attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs. 100 per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting except in case of interim dividend.

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

c) Terms/ Rights and Terms of conversion/redemption of NCCCPs

NCCCPs carry non-cumulative dividend @ 1% p.a. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. Each holder of NCCCPs is entitled to one vote per share only on resolutions placed before the Company which directly affect the rights attached to NCCCPs. The shares are compulsorily convertible into equity shares at par by August 27, 2022. In the event of liquidation of the Company, the holders of preference shares will be entitled to receive not more than the value representing their investment before distribution to equity shareholders.

d) Shares held by Holding Company

Out of equity and preference shares issued by the Company, shares held by its holding company are as below:

	As at March 31, 2018	As at March 31, 2017
	Rs	Rs
Titagarh Wagons Limited, the Holding Company		
15,00,000 (31 March 2017: 15,00,000) Equity shares of Rs. 100 each fully paid	150,000,000	150,000,000
25,00,000 (31 March 2017: 15,00,000) 1% NCCCPs of Rs. 100 each fully paid	250,000,000	250,000,000
	100%	100%

As at
March 31, 2018
Amount in Rs.

As at
March 31, 2017
Amount in Rs.

4 RESERVES AND SURPLUS

A. Reserve Fund under Section 45-IC of the Reserve Bank of India Act, 1934

Balance as at the beginning of the year
Add: Amount transferred from Surplus in the Statement of Profit and Loss during the year
Balance as at the end of the year

996,913
35,302
1,032,215

According to Section 45-IC of the Reserve Bank of India Act, 1934, every NBFC shall create a Reserve Fund and transfer therein a sum not less than twenty per cent of its Net Profit every year as disclosed in the Statement of Profit and Loss and before dividend is declared. The Company has transferred twenty per cent of its Net Profit to the Reserve Fund in the current year (Previous year- Rs. Nil).

B. Deficit in the Statement of Profit and Loss

Balance as at the beginning of the year
Profit/(Loss) for the year
Less: Amount transferred to Reserve Fund under Section 45 -IC of the Reserve Bank of India Act, 1934
Net deficit as at the end of the year

(146,122,867)
176,512
(35,302)
(146,981,657)

Total

(A+B)

(144,949,442)

(146,125,954)



	As at March 31, 2018 Amount in Rs.	As at March 31, 2017 Amount in Rs.
5 SHORT - TERM BORROWINGS		
Unsecured Loan from Holding Company (Refer Note 21)	50,000,000	103,500,000
	<u>50,000,000</u>	<u>103,500,000</u>
Unsecured Loan from Holding Company is repayable on demand and carries interest rate of 10% p.a. at year end (March 31, 2017- 14% p.a.)		
6 TRADE PAYABLES		
Payables for Services (Refer Note below)	200,000	987,000
Total outstanding dues of creditors other than micro enterprises and small enterprises	<u>200,000</u>	<u>987,000</u>
As per information available with the Company, there are no suppliers covered under Micro, Small and Medium Enterprise Development Act, 2006. As a result, no interest provision / payment has been made by the Company to such creditors, if any, and no disclosure thereof is made in these accounts.		
7 OTHER CURRENT LIABILITIES		
Interest accrued but not due on Loan from Holding Company (Refer Note 21)	4,202,003	-
Statutory Dues including GST and Tax Deducted at Source	94,001	205,552
	<u>4,296,004</u>	<u>205,552</u>
8 SHORT-TERM PROVISIONS		
Provision for Employee Benefits (Compensated Absences)	21,010	9,753
Other Provisions		
Contingency Provision against Standard Assets (Refer Note below)	125,000	250,000
	<u>146,010</u>	<u>259,753</u>
Based on The Reserve Bank of India Master Directions, provision has been made for standard assets at 0.25 percent of the balance of such assets as at year end which has been disclosed separately as 'Contingent Provision against Standard Assets'.		
9 FIXED ASSETS		
Tangible Assets- Plant and Equipments (Railway Wagons)	Amount in Rs.	
Gross Block at Cost		
At April 1, 2016	108,448,399	
At March 31, 2017	<u>108,448,399</u>	
At March 31, 2018	<u>108,448,399</u>	
Depreciation (Refer Note below)		
At April 1, 2016	4,900,536	
At March 31, 2017	<u>4,900,536</u>	
At March 31, 2018	<u>4,900,536</u>	
Net Block		
At March 31, 2017	<u>103,547,863</u>	
At March 31, 2018	<u>103,547,863</u>	

The above railway wagons represent 200 wagons purchased in 2013-14 and 687 wagons purchased in 2009-10 which comprises significant quantity of steel scrap on discard. The management based on the technical evaluation of an independent chartered engineer, has worked out the residual value of the aforesaid wagons considering the realisable value of the steel content on discard of these wagons. Since the residual value of these wagons is higher than the carrying value, no depreciation has been charged on the above assets. Also refer Note 19.



TITAGARH CAPITAL PRIVATE LIMITED
Notes to Financial Statements as at and for the year ended March 31, 2018

	Face value	No. of Shares		As at March 31, 2018 Amount in Rs.	As at March 31, 2017 Amount in Rs.
		As at March 31, 2018	As at March 31, 2017		
10 NON - CURRENT INVESTMENTS					
Trade Investments (Valued at Cost)					
Preference Shares (Unquoted)					
8% Non Convertible Non Cumulative Redeemable Preference Shares in Cimmco Limited	10	15,000,000	15,000,000	150,000,000	150,000,000
				<u>150,000,000</u>	<u>150,000,000</u>
Aggregate amount of Unquoted Investments				150,000,000	150,000,000
Note: The preference shares are redeemable within five years from the date of allotment i.e. by July 7, 2019 at par.					
11 LOANS AND ADVANCES					
		Long - term		Short - term	
		As at March 31, 2018 Amount in Rs.	As at March 31, 2017 Amount in Rs.	As at March 31, 2018 Amount in Rs.	As at March 31, 2017 Amount in Rs.
Unsecured, Considered Good					
Loans to a Related Party (Refer Note 21)#				50,000,000	100,000,000
Other Loans and Advances					
Advance Income Tax (Net of Provision for Tax Rs. 86,781 (March 31, 2017: Nil))		4,381,576	2,365,110		
		<u>4,381,576</u>	<u>2,365,110</u>	<u>50,000,000</u>	<u>100,000,000</u>
# Represents loan given to Cimmco Limited. The loan is repayable on demand and carries Interest rate at 11 % p.a (March 31, 2017- 15% p.a.)					
12 CASH AND CASH EQUIVALENTS					
Cash on Hand				123,550	123,550
Bank Balances:					
In Current Accounts				1,422,597	3,789,828
				<u>1,546,147</u>	<u>3,913,378</u>
13 OTHER CURRENT ASSETS					
Unsecured, Considered Good:					
Interest Accrued:					
On Loans to a Related Party (Refer Note 21)				216,986	
				<u>216,986</u>	



TITAGARH CAPITAL PRIVATE LIMITED
Notes to Financial Statements as at and for the year ended March 31, 2018

	For the year ended March 31, 2018 Amount in Rs.	For the year ended March 31, 2017 Amount in Rs.
14 REVENUE FROM OPERATIONS		
Interest Income on Loans to a Related Party	21,136,985	14,597,262
	21,136,985	14,597,262
15 Other Income		
Interest Income on Income Tax Refund	-	79,005
Other Non Operating Income Contingency Provision on Standard Assets Written Back	125,000	50,730
	125,000	129,735
16 EMPLOYEE BENEFITS EXPENSE		
Salaries, Wages and Bonus (Refer Note 24) Director's Remuneration	355,232	289,935
	355,232	450,000
17 FINANCE COSTS		
Interest Expenses*	20,019,827	13,519,899
	20,019,827	13,519,899
* Includes Interest Expense to Titagarh Wagons Limited, Holding Company (Refer Note 21)		
18 OTHER EXPENSES		
Legal and Professional Fees	229,678	1,887,418
Rates and Taxes	5,500	15,700
Director Fees	177,950	130,000
Contingency Provision against Standard Assets	-	87,500
Travelling Expenses	-	12,311
Payment to Auditors		
As Auditor		
Audit Fee	200,000	500,000
Limited Review	-	172,500
In Other Capacity:		
Other Services (Certificates, etc.)	-	438,079
Reimbursement of Expenses	200,000	3,861
Sundry Balances Written Off	10,451	-
Miscellaneous Expenses	54	2,998
	623,633	3,250,367

19 Contingent Liabilities

Claims against the Company not acknowledged as Debt :

By an Equipment Lease Agreement (hereinafter, "PLA 1") dated May 21, 1997 executed between IDBI Bank Limited (the "Lessor" therein) and Cimmco Birla Limited (the "Lessee" therein), 687 BOXN Wagons were granted on lease to Cimmco for a fixed non-cancellable period of 10 years on the terms and conditions recorded in the said agreement. By another Equipment Lease Agreement (hereinafter, "PLA 2") dated October 17, 1997 executed between SBI Leasing Group (the "Lessor" therein) and Cimmco (the "Lessee" therein), 200 BCNA Wagons were granted on lease to Cimmco for a fixed non-cancellable period of 10 years on the terms and conditions recorded in the said agreement. Thereafter on May 28, 1997, Cimmco entered into a sub-lease agreement (hereinafter, "SLA 1") in respect of the said 687 BOXN Wagons with the Executive Director, Ministry of Railways, Railway Board (the "sub-lessee" therein) for a fixed non-cancellable period of 10 years with effect from the date of delivery. Similarly on October 20, 1997, Cimmco entered into a sub-lease agreement (hereinafter, "SLA 2") in respect of the said 200 BCNA Indian Railways for a fixed non-cancellable period of 10 years.

The terms and conditions of both SLAs 1 and 2 were substantially similar to that of the PLAs 1 and 2. On the expiry of the respective fixed period of the lease, both PLAs 1 and 2 were renewable at the option of Cimmco (the "lessee") on a year to year basis on the same terms and conditions as those contained in the respective PLAs except the lease rentals. Similarly, both SLAs were renewable, on the expiry of the respective fixed period of the lease, at the option of the Railways (the "sub-lessee") on a year to year basis for the secondary period on the same terms and conditions as those contained in the SLA save and except the sub-lease rentals.

In terms of Clause 2.12 of PLA 1, Cimmco exercised its option for renewal after the expiry of the fixed period of the lease, and thus the PLA in respect of 687 BOXN Wagons was renewed by IDBI for 10 years by an agreement executed on September 17, 2009 with effect from September 30, 2007 upto March 31, 2019, on rake to rake basis progressively. Similarly in terms of Clause 1.6 of PLA 2, Cimmco exercised its option for renewal after the expiry of the fixed period of the lease, and thus the PLA in respect of 200 BCNA Wagons was renewed by SBI Leasing for 10 years by an agreement executed on December 31, 2013 with effect from September 30, 2007 upto March 31, 2019, on rake to rake basis progressively.

However, even after the expiry of the fixed period of 10 years, Indian Railways did not exercise their option to renew the respective SLAs 1 and 2 despite continuing to use the wagons without making any payment of the lease rental for the secondary period.

By a deed of transfer and deed of assignment both dated September 24, 2009, Titagarh Capital Private Limited (hereinafter, "TCPL") purchased/ acquired from IDBI, ownership of 687 BOXN wagons along with all the existing and future rights, interests, advantages, benefits and privileges of IDBI under PLA 1. Pursuant to the execution of the aforementioned agreements, TCPL became the absolute owner of the 687 nos. BOXN Wagons and also became entitled to receipt of the lease rentals and/or user charges in respect of the said 687 nos. BOXN Wagons.

Further by an Agreement to Transfer the Reversionary Rights dated December 31, 2013, SBI Leasing Group sold/transferred the 200 BCNA Wagons to Cimmco and there under assigned all the existing and future rights, interests, advantages, benefits and privileges of SBI Leasing Group under the PLA 2 dated October 17, 1997, as renewed on December 30, 2013, to Cimmco. Subsequently, TCPL by a Deed of Transfer, Assignment and Novation dated March 31, 2014 purchased/ acquired from Cimmco ownership of 200 BCNA wagons along with all the existing and future rights, interests, advantages, benefits and privileges of SBI Leasing under the PLA 2 read with the agreement to transfer the reversionary rights dated December 31, 2013.



TITAGARH CAPITAL PRIVATE LIMITED
Notes to Financial Statements as at and for the year ended March 31, 2018

19 Contingent Liabilities (Contd.)

Due to the non-payment of the lease rental for the secondary period despite repeated requests, TCPL filed a Civil Suit against Cimmco before the Hon'ble High Court of Calcutta seeking immediate re-possession of the 687 BOXN Wagons and recovery of the entire amount of the outstanding lease rentals together with interest thereon. In the said proceedings, the Railways were added as a party at their own prayer.

Hon'ble High Court of Calcutta passed an interim order directing the Indian Railways to deposit the user charges for the Wagons at the rate of rent last paid by them in 2007, from the day after expiry of the lease till March 31, 2014, which order was partially modified by Division Bench of Hon'ble High Court of Calcutta based on appeal filed by Indian Railway and interest @ 12% was also directed to be paid by Indian Railways.

Being aggrieved by the Order, Indian Railways preferred to file a Special Leave to Petition before the Hon'ble Supreme Court of India and the Hon'ble Supreme Court, with the consent of the parties vide its order dated September 17, 2015, disposed of the SLP by referring all the disputes relating to 687 BOXN Wagons and 200 BCNA Wagons, total 887 Wagons, to the sole Arbitration of Hon'ble Mr. Justice (Retd.) S.S. Nijjar.

In view of ultimate claim against the Indian Railways, TCPL and Cimmco jointly filed claim aggregating Rs. 258,231,971 (Rs. 258,231,971) - before the Ld. Sole Arbitrator and have also sought payment by Indian Railways of the user charges for the 687 BOXN Wagons and 200 BCNA Wagons for the period after the expiry of the primary lease period till the date of realisation along with interest at the rate of 22% per annum for delayed payment of user charges for the 687 BOXN Wagons and 200 BCNA Wagons till the date of realisation and also a direction on Indian Railways to return possession of the 687 BOXN Wagons and 200 BCNA Wagons and order of injunction restraining the Indian Railways from using the Wagons.

Indian Railways have filed their counter claim seeking to acquire ownership and title of the wagons at the residual value of 1% of the cost of acquisition.

In the arbitration proceedings, the pleadings have been completed at the hearing on April 25, 2017 and next date for final arguments is yet to be fixed. During the legal proceedings before the various forum, Indian Railways had specifically admitted to their willingness to make payment of the lease rentals for the secondary lease period.

As on as on March 31, the amount of claim before the Sole Arbitrator works out to Rs. 166,984,532 (March 31, 2017 - Rs. 149,954,132) on account of secondary lease rental for 887 wagons and Rs. 248,282,849 (March 31, 2017 - Rs. 197,421,183) on amount of interest computed @ 22% per annum as per terms of the Agreement. The realisable value of 887 wagons (based on independent Valuer) works out to Rs. 466,493,556 (March 31, 2017 - Rs. 233,634,876).

TCPL is hopeful of favorable outcome, supported by legal opinion, on conclusion of arbitration proceeding and delivery of arbitration award. However, since the matter is under arbitration, as matter of prudence, TCPL has not accounted for these income in its books.

20 Earnings/(Loss) per Share (EPS) :

	For the year ended March 31, 2018	(Amount In Rs.) For the year ended March 31, 2017
Profit / (Loss) after Tax	176,512	(2,783,204)
Weighted average number of equity shares in calculating basic EPS	1,500,000	1,500,000
Basic Earnings/(Loss) per share (Rs.)	0.12	(1.86)
Net Profit for calculation of diluted EPS	176,512	(2,783,204)
Dilutive potential equity shares- NCCPS [Refer Note 3(c)] #	2,500,000	-
Weighted average number of equity shares in calculating diluted EPS	4,000,000	1,500,000
Diluted Earnings/(Loss) per share (Rs.)	0.04	(1.86)

The conversion of NCCPS was anti-dilutive in nature for the year ended March 31, 2017 and hence the basic EPS was considered as the dilutive EPS

21 Related Party Disclosures

Names of Related Parties and Related Party Relationship

Related Parties where control exists:

Holding Company : Titagarh Wagons Limited

Other Related Parties under AS 18 with whom transactions have taken place during the year :

Fellow Subsidiary : Cimmco Limited
Titagarh Aerico Private Limited (merged with Cimmco Limited w.e.f. November 14, 2017)

Other Related Parties with whom transactions have taken place during the year :

Key Management Personnel : Mr. Sunirmal Talukdar - Independent Director
Mr. Nandan Bhattacharya - Independent Director
Mr. Anil Aarwal - Director
Mr. Dinesh Arya - Director
Ms. Averi Misra - Company Secretary



21 Related Party Disclosures (Contd.)

(Amount in Rs.)

Details of transactions between the Company and related parties and outstanding balances as at the year end are given below:

Nature of transactions	Holding Company	Fellow Subsidiaries	Key Management Personnel	Total
Transactions during the year:				
Interest Received/Receivable				
Cimmco Limited		21,136,985		21,136,985
		(14,457,534)		(14,457,534)
Titagarh Agrico Private Limited		(139,726)		(139,726)
Interest Paid/Provided				
Titagarh Wagons Limited	20,008,605			20,008,605
	(13,490,822)			(13,490,822)
Director Sitting Fees (excluding taxes)				
Anil Kumar Agarwal			37,500	37,500
			(32,500)	(32,500)
Dinesh Arya			27,500	27,500
			(32,500)	(32,500)
Sunirmal Talukdar			45,000	45,000
			(30,000)	(30,000)
Nandan Bhattacharya			45,000	45,000
			(25,000)	(25,000)
Sudev Chandra Das			-	-
			(10,000)	(10,000)
Remuneration to Key Management Personnel				
Averi Misra			343,975	343,975
			(280,182)	(280,182)
Anil Kumar Agarwal			-	-
			(450,000)	(450,000)
Loan Received				
Titagarh Wagons Limited	300,000,000			300,000,000
	(45,000,000)			(45,000,000)
Loans Given				
Cimmco Limited		350,000,000		350,000,000
		(45,000,000)		(45,000,000)
Titagarh Agrico Private Limited		-		-
		(10,000,000)		(10,000,000)
Repayment of Loan taken				
Titagarh Wagons Limited	353,500,000			353,500,000
	-			-
Repayment of Loan given				
Cimmco Limited		400,000,000		400,000,000
		(10,000,000)		(10,000,000)
Titagarh Agrico Private Limited		-		-
		(10,000,000)		(10,000,000)
Balance outstanding as at the year end :				
Short - term Loans and Advances				
Cimmco Limited		50,000,000		50,000,000
		(100,000,000)		(100,000,000)
Other Current Assets- Interest Accrued				
Cimmco Limited		216,986		216,986
		-		-
Short - term Borrowings				
Titagarh Wagons Limited	50,000,000			50,000,000
	(103,500,000)			(103,500,000)
Other Current Liabilities				
Titagarh Wagons Limited	4,202,003			4,202,003
	-			-

22 Deferred Tax

In absence of virtual certainty supported with convincing evidence in terms of Accounting Standard 22, the Company as a matter of prudence has not recognised the Deferred Tax Assets arising on account of brought forward losses and unabsorbed depreciation, details of which are as under :

	As at March 31, 2018	As at March 31, 2017
Deferred Tax Assets		
Unabsorbed Business Losses	12,405,640	12,286,355
Unabsorbed Depreciation	5,778,270	5,722,709
Total	18,183,910	18,009,064

23 Segment Reporting

In terms of Accounting Standard 17 - "Segment Reporting", the Company is engaged in the business of financial services and has only one reportable segment. The Company operates in only one geographical segment, i.e., "within India" and no separate information for geographical segment has been given.

24 Provident fund and Payment of Gratuity Act are not applicable to the Company as it has employed less than 10 employees during the year.

25 The Company has appointed Mr. Pawan Kumar Agarwal as the Chief Financial Officer w.e.f May 29, 2018 in compliance with the applicable provisions of The Companies Act, 2013.

26 Details of Specified Bank Notes (SBN) held and transacted during the period November 8, 2016 to December 30, 2016 as provided in the table below :

(Amount in Rs.)

Particulars	SBNs #	Other Denomination Notes	Total
Closing Cash in hand as on 08.11.2016	-	123,550	123,550
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing Cash in hand as on 30.12.2016	-	123,550	123,550

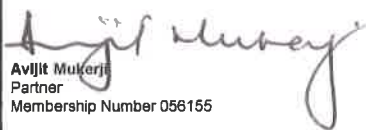
For the purposes of this clause, the term 'Specified Bank Notes'(SBNs) shall have the same meaning as provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated 8th November, 2016



TITAGARH CAPITAL PRIVATE LIMITED
Notes to Financial Statements as at and for the year ended March 31, 2018

27 Previous year's figures have been regrouped and/or rearranged wherever necessary.

For Price Waterhouse & Co Chartered Accountants LLP
Chartered Accountants
Firm Registration No : 304026E/E-300009


Avijit Mukerji
Partner
Membership Number 056155

Place: Kolkata
Date : May 29, 2018

For and on behalf of the Board of Directors of Titagarh Capital Private Limited


Dinesh Arya
Director


Pawan Kumar Agarwal
Chief Financial Officer


Sunirmal Talukdar
Director


Averi Misra
Company Secretary

