

INDEPENDENT AUDITORS' REPORT

To the Shareholders of
M/s TCI Nepal Private Limited

We have audited the accompanying financial statements of M/s TCI Nepal Private Limited, which comprise the balance sheet as at 31 March, 2018, income statement, statement of changes in equity and cash flows statement for the year then ended on that date and a summary of significant accounting policies and the other explanatory information. The financial statements have been prepared by management based on the financial reporting provisions of Companies Act, 2013, India.

Management's responsibility

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Indian Accounting Standards (Ind AS). This responsibility includes maintaining internal control relevant to the preparation of financial statements that are free of material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies that are consistent with Ind AS; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Indian Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable, but not absolute, assurance whether the financial statements are free from material misstatement, whether caused by fraud or error.

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The audit procedures selected depend on the auditor's assessment of the risks of misstatement in the financial statements. An audit includes considering internal control relevant to the entity's preparation of the financial statements as a basis for designing procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant estimates made by management, as well as evaluating the overall financial statement presentation and disclosures.

We believe that our audit provides a reasonable basis for our opinion on the financial statements.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Company as of 31 March, 2018 and its cash flows for the year then ended in accordance with Ind AS.

In our opinion, the financial statements present fairly, in all material respects, give a true and fair view of the financial position of TCI Nepal Private Limited as at March 31, 2018, and its financial performance and its cash flows for the year then ended in accordance with the financial reporting provisions of Companies Act, 2013, India.



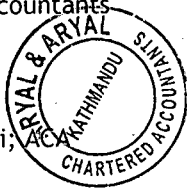
Other Matter

TCI Nepal Private Limited has prepared a separate set of financial statements for the year ended on 15 July, 2017 in accordance with Nepal Financial Reporting Standard, on which we issued a separate auditor's report to the shareholders of TCI Nepal Private Limited dated 18 November, 2017

For Aryal & Aryal
Chartered Accountants

Regmi

CA. Sudhan Regmi, ACA
Proprietor
Date: 04 July, 2018
Place: Kathmandu



TCI Nepal Private Limited
Kathmandu, Nepal

BALANCE SHEET
As on 31 March, 2018

NRS'

Particulars	Schedules	Current Year
A: Sources of Funds:		
Share Capital	1	5,000,000
Reserve & Surplus	2	-
Total		5,000,000
B: Application of Funds:		
Property, Plant and Equipment (Net)		-
Net Block		-
Current Assets, Loan & Advances		
Trade & Other Receivables		-
Loans, Prepaid, advance and deposits	3	22,266
Cash & Bank Balances	4	4,632,937
Total Current Assets, Loan & Advances		4,655,203
Less: Current Liabilities & Provisions		
Trade & Other Payables	5	261,113
Provisions		-
Total current liabilities		261,113
Net Current Assets		4,394,090
Profit and Loss Account (Accumulated Loss)	2	605,910
Total		5,000,000

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Significant Accounting Policies & Notes to Accounts

Schedules 1 to 7 forms integral part of the Financial Statements

As per our separate report of even date

For Aryal & Aryal

Chartered Accountants

For and on behalf of Board

Finance Manager

Date:

Kathmandu

Chairman

Director

CA. Sudhan Regmi

Proprietor



TCI Nepal Private Limited
Kathmandu, Nepal

INCOME STATEMENT
For The period from 25 June 2017 to 31 March, 2018

NRS'

Particulars	Schedules	Period from 25 June 2017 to 31 March 2018
Revenue		
Less: Administrative Expenses	6	605,910
Profit/(Loss) Before Tax		(605,910)
Provision for Income Tax		
Net Profit/(Loss) transferred to Balance Sheet		(605,910)

Schedules 1 to 7 forms integral part of the Financial Statements

For and on behalf of Board

As per our separate report of even date

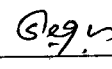
For Aryal & Aryal
Chartered Accountants

Finance Manager

Chairman



Director



CA. Sudhan Regmi
Proprietor



Date:

Kathmandu

TCI Nepal Private Limited
Kathmandu, Nepal

CASH FLOW STATEMENT
For The period from 25 June 2017 to 31 March, 2018

Particulars	Period from 25 June 2017 to 31 March 2018
1. CASH FLOW FROM OPERATING ACTIVITIES	
Net profit/(Loss) as per Profit and Loss Account	(605,910)
Add: Depreciation	-
Add: Deferred Tax Liability	-
Cash flow from Operating activities before working capital changes	(605,910)
(Increase)/Decrease in Current Assets	(22,266)
Increase/(Decrease) in Current Liabilities & Provisions	261,113
Net Cash flow from Operating activities	(367,063)
2. CASH FLOW FROM INVESTING ACTIVITIES	
Purchase of fixed assets	-
Decrease/(Increase) in Investment	-
Decrease/(Increase) in Pre-operating expenses	-
NET CASH FLOW FROM INVESTING ACTIVITIES	-
3. CASH FLOW FROM FINANCING ACTIVITIES	
Issue of shares	5,000,000
Advance against share capital	-
Increase/(Decrease) in Reserves & Surplus	-
NET CASH FLOW FROM FINANCING ACTIVITIES	5,000,000
Net In Flow Of Cash and Cash equivalents	4,632,937
Cash and Cash Equivalents : Opening	-
Cash and Cash Equivalents : Closing	4,632,937
Net inflow Of Cash and Cash equivalents	4,632,937

As per our separate report of even date
For Aryal & Aryal
Chartered Accountants

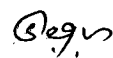
For and on behalf of Board

Finance Manager
Date:
Kathmandu

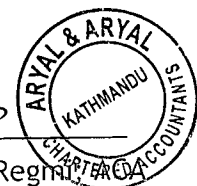
Chairman



Director



CA. Sudhan Regmi
Proprietor



TCI Nepal Private Limited
Kathmandu, Nepal

Statement of Changes in Equity for the period ended on 31 March, 2018

Particulars	Share Capital	Other Reserves	Retained earnings	Total
Opening Balance	-	-	-	-
Change in accounting Policy	-	-	-	-
Restated Balance	-	-	-	-
issue of Capital	5,000,000			5,000,000
Net loss for the period			(605,910)	(605,910)
Sub-Total	5,000,000	-	(605,910)	4,394,090
Balance as on 31 March 2018	5,000,000	-	(605,910)	4,394,090

For and on behalf of Board

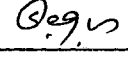
As per our separate report of even date
For Aryal & Aryal
Chartered Accountants

Finance Manager
Date:
Kathmandu

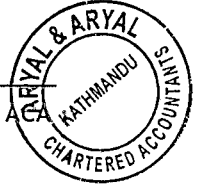
Chairman



Director



CA. Sudhan Regmi; A
Proprietor



TCI Nepal Private Limited
Kathmandu, Nepal

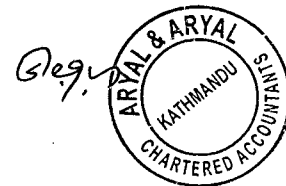
Schedules forming part of the Balance Sheet As on 31 March, 2018

Schedule 1: Share Capital

Particulars	Current Year
Authorised Share Capital 1,00,000 Equity Shares of Rs. 100 each	10,000,000
Issued Capital 1,00,000 Equity Shares of Rs. 100 each	10,000,000
Subscribed and Paid up Capital 50,000 Equity Shares of Rs. 100 paid	5,000,000
Total	5,000,000

Schedule 2: Reserve & Surplus :

Particulars	Current Year
Accumulated Profit/(Loss): Opening Balance	-
Add: Transferred from Income Statement	-605,910
Total	-605,910



Schedule 3: Loan, advance and deposits

Particulars	Current Year
Deposit in Department of Industry	4,000
Advance Rent	18,266
Total	22,266

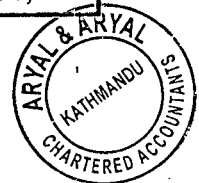
Schedule 4: Cash & Bank Balances (As certified by Management)

Particulars	Current Year
Cash in Hand	-
Bank Balance	4,632,937
Total	4,632,937

Current Liabilities & Provisions**Schedule 5: Trade & Other Payables**

Particulars	Current Year
Audit Fees Payable	27,875
Consultancy Fees Payable	5,000
Advance from TCI	222,528
TDS Payable on	
- Consultancy	2,475
- Audit fees	848
- Rent	2,387
Total	261,113

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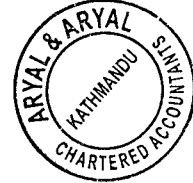
TCI Nepal Private Limited
Kathmandu, Nepal

Schedules forming part of the Income Statement
for the period from 25 June 2017 to 31 March, 2018

Schedule 6: Administration Expenses

Particulars	For the period from 25 June 2017 to 31 March 2018
Audit Fees	56,500
Consultancy Fee	186,450
Registration and Renewal	16,000
Miscellaneous Expenditure	140,000
Rent	206,960
Total	605,910

S. Regis



TCI NEPAL PRIVATE LIMITED
Significant Accounting Policies and Notes to Accounts

SCHEDULE - 07

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS FOR THE YEAR ENDED AS ON 31 MARCH, 2018

1. Introduction:

TCI Nepal Private Limited is a wholly owned subsidiary of Transport Corporation of India Limited domiciled in Nepal. The major objective of the company is cargo handling and warehousing.

2. Significant accounting policies:

2.1 Accounting Convention

The financial statements have been prepared in accordance with the India Accounting Standard (Ind AS) unless otherwise stated. The management of the Company has prepared this financial statement following historical cost convention on accrual basis.

2.2 Property, Plant & Equipment

Property, Plant & Equipments is stated at cost less accumulated depreciation and impairment losses, if any. Cost includes all costs directly attributable to bringing the assets to their present location and condition for intended use. The assets' residual values and useful lives are reviewed, and revised if appropriate, at each reporting date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

2.3 Revenue Recognition

Revenue is recognised on an accrual basis when services are rendered to the customers.

3. Notes to Accounts:

3.1 Equity Capital

The Authorized share capital of the company is NRs. 10 Million. Issued share capital of the company is NRs. 10 Million & Paid up share capital is NRs 5 Million.

3.2 Accounts Receivables and Payables

Balance in receivables and payables are subject to confirmation from the respective parties.

3.3 Cash & Cash Equivalent

Cash & Cash equivalent for the purpose of cash flow statement comprises of cash in hand and balances held with current bank accounts.

3.4 Income Tax Provision

As the company has no taxable profit for the year and hence no provision for Income tax has been made.

3.5 Figures stated in the Financial Statement have been rounded off to the nearest rupee. The Company is incorporated during the reporting year and hence no comparative figures are provided.

