

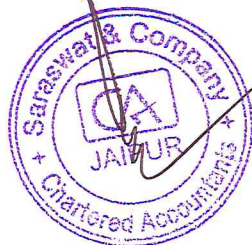


RMC SWITCHGEARS LIMITED
 (Formerly known as RMC Switch Gears Ltd)
 (CIN: L25111RJ1994PLC008698), www.rmccindia.in, cs@rmccindia.in

Rs. In Lacs, Except per share data

Statement Of Audited Financial Results for the Six Months and Year ended on 31st March, 2018

Particulars	Half Year Ended		For Year ended	For Year ended
	31-Mar-18	30-Sep-17	31-Mar-18	31-Mar-17
	Audited	Audited	Audited	Audited
<i>(Refer Notes Below)</i>				
I Income From Operations				
(a) Net sales / Income from operations (Gross)	4921.39	3534.42	8455.81	5589.68
(b) Less: Excise Duty	0.00	143.97	143.97	517.75
(c) Net sales/ Income from operations (Net Of Excise Duty (a-b))	4921.39	3390.45	8311.84	5071.93
	63.44	37.29	100.74	165.25
II Other Income				
	4984.83	3427.74	8412.58	5237.17
III Total Income (I + II)				
IV Expenses				
(a) Cost of materials Consumed	2430.83	1672.98	4103.82	1614.76
(b) Purchases of stock in trade	(97.52)	174.38	76.87	441.56
(c) Changes in inventories of Finished Goods & Work-in-Progress	(55.71)	23.44	(32.27)	185.07
(d) Employee Benefits Expenses	149.29	131.35	280.64	209.15
(e) Finance Costs	292.92	216.48	509.39	426.60
(f) Depreciation and Amortisation Expenses	88.58	85.14	173.72	152.59
(g) Other Expenses	1991.38	1007.95	2999.32	2059.76
Total Expenses	4799.77	3311.72	8111.49	5089.48
V Profit before exceptional and extraordinary items and tax (III - IV)	185.06	116.02	301.09	147.69
VI Exceptional items	-	-	-	-
VII Profit before extraordinary items and tax (V - VI)	185.06	116.02	301.09	147.69
VIII Extraordinary items	-	-	-	-
IX Profit before Tax (VII-VIII)	185.06	116.02	301.09	147.69
X Tax Expenses				
a) Current year tax	38.18	23.20	61.39	30.11
b) Income Tax Related to Previous Year	0.00	0.00	0.00	1.54
Less: MAT Credit Entitlement	(38.18)	(23.20)	(61.39)	(31.65)
c) Deferred tax	46.63	2.23	48.86	(5.46)
XI Profit for the period from continuing operations (VII-VIII)	138.43	113.79	252.22	153.16



For RMC Switchgears Limited
 Anil Kumar Agarwal
 Chairman & Managing Director
 DIN-00793152

XII Profit for the period	138.43	113.79	252.22	153.16
Weighted Average Paid-up equity share capital (Face value of the XIII share Rs. 10/- per share)	517.99	509.22	517.99	437.47
XIV Reserve excluding Revaluation Reserves	738.43	991.06	1729.49	877.27
XV Earning per share of Rs. 10/- each(in Rs.)				
(a) Basic	2.67	2.23	4.87	3.50
(b) Diluted	2.67	2.23	4.87	3.50

Notes

- The above results were reviewed by the audit committee and approved by the board of directors at their meeting held on 24/05/2018
- Statutory Auditors of the company have issued, an un-qualified report on the financial results for the year ended 31/03/2018 vide their report dated 24/05/2018.
- Company is presently engaged in 'Switch Gear Engineering' and 'Construction contracts for power distribution / transmission sector' which relate to one primary segment i.e. **Power**. The Company operates predominantly within the geographical limits of India and accordingly secondary segments have not been considered.
- Revenue from operations for the period upto June 30, 2017 includes excise duty which has been discontinued with effect from July 1, 2017 post-implementation of GST in India. In view of the aforesaid restructuring of the indirect taxes, revenue from operations for the year ended March, 2018 are not comparable with the corresponding previous periods.
- Part of the project for manufacturing of "Imitation Marble and Wooden Surfaces for walls and floors" (PVC marble and Solid surface) has commenced commercial production and the response from the market is encouraging. Company is developing the different products as per the fashion, taste and requirement of the Interior Decorators.
- The figures for the 6 months ended 31.03.2018 are the balancing figures between the audited figures in respect of the full financial year and the year to date figures upto 30/09/2017 of the FY 2017-18

For & on behalf of the Board of Directors

Ashok Kumar Agarwal
Chairman Cum Managing Director

Shiv Charan Maheshwari
Chief Financial Officer



JAIPUR, Dated 24th May, 2018





Independent Auditors' Report

To the Members of **RMC SWITCHGEARS LIMITED**,

Report on the Financial Statements

We have audited the accompanying financial statements of "**RMC SWITCHGEARS LTD.**", which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting principles generally accepted in India, including the accounting standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgment and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and Rules made thereunder.



SARASWAT & COMPANY
CHARTERED ACCOUNTANTS

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

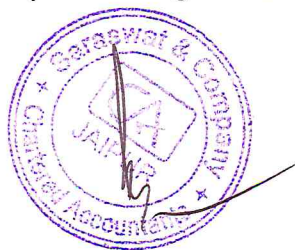
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018; and
- (b) In the case of the Statement of Profit and Loss, of the **PROFIT** for the year ended on that date.
- (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matter:

We draw your attention to following notes to the financial statements:

Providing deferred Tax Liability at the rate prescribed u/s 115JB of the Income Tax Act, 1961 as described in Note No. 1(vi)(b) of the Financial Statements, in place of regular rate of income tax, as suggested under Accounting Standard-22



Report on Other Legal and Regulatory Requirements

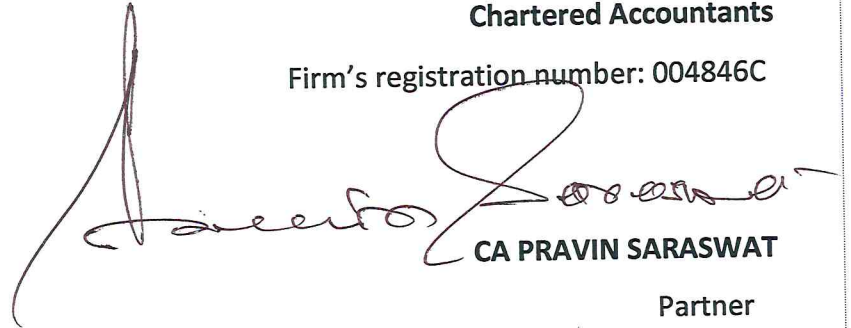
1. As required by the Companies (Auditor's Report) Order, 2016 ("the order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure – A", a statements on the matters specified in the paragraph 3 & 4 of the order.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, Statement of Profit and Loss and Cash Flows Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of written representations received from the directors as on March 31, 2018, and 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 Sub Section (2) of Section 164 of the Companies Act, 2013.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure – B"; and
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us :
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.



- ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, and as required on long-term contracts including derivative contracts.
- iii. The Company is not required to transfer any amount to the Investors Education and Protection Fund.

For **SARASWAT & COMPANY**
Chartered Accountants

Firm's registration number: 004846C



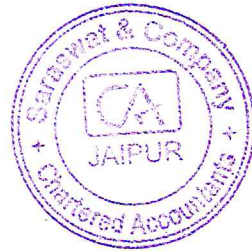
CA PRAVIN SARASWAT

Partner

Jaipur

Dated: 24/05/2018

Membership number: 072679



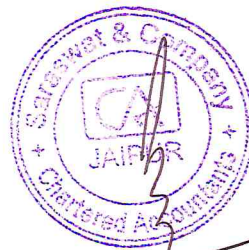
Annexure – A to the Auditors' Report

The Annexure referred to in the Independent Auditors' Report to the members of the company on the Financial Statements for the year ended 31st March 2018, we report that:

1. (a) The company is maintaining proper records showing full particulars, including quantitative details & situation of Fixed Assets;

(b) These fixed assets have been physically verified by the management at reasonable intervals; No such material discrepancies were noticed on such verification.

(c) The title deeds of immovable properties are held in the name of the company except Leasehold / Freehold Lands which are in the old name of company i.e. RFH Metal Castings Private Ltd.
2. The Physical Verification of Inventory has been conducted at reasonable intervals by the management and no material discrepancies were noticed;
3. The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4. In respect of loans, investments, guarantees, and security all the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
5. The company has not accepted any deposit from the public within the meaning of Section 73 to 76 of the Act and Rules framed there-under to the extent notified.
6. The maintenance of Cost Records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and such accounts and records have been so made and maintained by the Company.



7. (a) The company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess, Goods and Services Tax (GST) and any other statutory dues to the appropriate authorities.

(b) According to the information and explanations given to us, there are no material dues of wealth tax, duty of customs and cess which have not been deposited with the appropriate authorities on account of any dispute. However, the following dues of Central Excise are under dispute:

Name of Statute	Nature of dues	Amount (in Rs.) (Net of Deposit)	Period to which amount relates	Forum where Dispute is pending
Central Excise Act, 1944	Excise Duty & Penalty	126629/-	March, 2011	Commissioner (Appeals), Jaipur

8. The company has not defaulted in repayment of loans or borrowing to a financial institution, bank, government or dues to debenture holders.

9. No money was raised during the year by way of initial public offer by the company. Term Loans raised have been used by the company for the purpose for which they were sanctioned and raised.

10. No Fraud by the Company or fraud on the company by its Officers or employees has been noticed or reported during the year.

11. The Managerial Remuneration has been paid and provided in accordance with requisite approvals mandated by the provisions of section 197 read with Schedule V of the Companies Act, 2013.

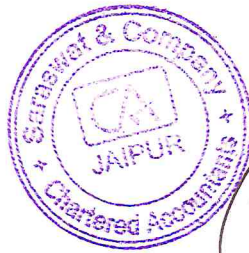
12. The company is not a Nidhi Company and hence reporting under clause 12 of the CARO, 2016 Order is not applicable.



13. All transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards.
14. The company has made preferential allotment of shares during the year under review and the requirement of section 42 of Companies Act, 2013 have been complied with and the amount raised has been used for the purpose for which the funds were raised .
15. The Company has not entered into any non-cash transaction with the Directors or person connected with him/her under the provisions of section 192 of Companies Act, 2013.
16. According to the information and explanation given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **SARASWAT & COMPANY**
Chartered Accountants

Firm's registration number: 004846C



CA PRAVIN SARASWAT

Partner

Jaipur

Dated: 24/05/2018

Membership number: 072679

Annexure – B to the Auditors’ Report

Report on the Internal Financial Control under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the Internal Financial Control over Financial Reporting of RMC SWITCHGEARS LTD. (“the Company”) as on 31 March 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

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 Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable



assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Control over Financial Reporting

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

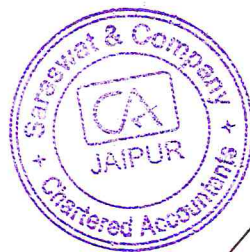
Inherent Limitations of Internal Financial Controls over Financial Reporting



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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 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 **SARASWAT & COMPANY**
Chartered Accountants

Firm's registration number: 004846C

A handwritten signature in black ink, appearing to read "Pravin Sarawat".

CA PRAVIN SARASWAT

Partner

Jaipur

Dated: 24/05/2018

Membership number: 072679



RMC SWITCHGEARS LIMITED

(CIN:L25111RJ1994PLC008698)

BALANCE SHEET AS AT 31st MARCH, 2018

(Amount in Rs.)

Particulars		Note No.	As At March 31, 2018	As At March 31, 2017
I. EQUITY AND LIABILITIES				
1) Shareholders' Funds				
(a)	Share Capital	2	60,922,000.00	50,922,000.00
(b)	Reserves and Surplus	3	172,949,311.12	87,726,866.73
			233,871,311.12	138,648,866.73
2) Non-Current Liabilities				
(a)	Long Term Borrowings	4	205,365,204.02	182,691,298.95
(b)	Deferred Tax Liabilities(Net)	-	13,677,581.09	8,791,347.21
(c)	Other Long Term Liabilities	5	-	1,144,621.13
(d)	Long Term Provisions	6	2,829,803.00	1,052,123.00
			221,872,588.11	193,679,390.29
3) Current Liabilities				
(a)	Short Term Borrowings	7	139,001,746.55	89,101,941.79
(b)	Trade Payables	-	155,250,292.46	110,880,912.65
(c)	Other Current Liabilities	8	66,506,189.37	60,544,699.99
(d)	Short Term Provisions	-	-	-
			360,758,228.38	260,527,554.43
TOTAL			816,502,127.61	592,855,811.45
II. ASSETS				
1) Non-Current Assets				
(a)	Fixed Assets	9		
i)	Tangible Assets		241,027,397.69	232,595,782.43
ii)	Intangible Assets		1,014,454.77	986,121.76
iii)	Capital Work in Progress		53,886,397.93	229,820.22
			295,928,250.39	233,811,724.41
(b)	Non-Current Investments		-	-
(c)	Long Term Loans and Advances	10	8,720,609.00	4,870,558.00
(d)	Other Non-Current Assets	11	32,434,884.80	5,808,172.20
			41,155,493.80	10,678,730.20
2) Current Assets				
(a)	Current Investments	-	-	-
(b)	Inventories	12	69,911,763.28	32,503,286.80
(c)	Trade Receivables	13	333,691,050.19	235,549,990.04
(d)	Cash and Cash Equivalents	14	18,844,623.68	31,098,915.50
(e)	Short Term Loans and Advances	15	33,823,821.18	22,198,621.72
(f)	Other Current Assets	16	23,147,125.09	27,014,542.78
			479,418,383.42	348,365,356.84
TOTAL			816,502,127.61	592,855,811.45
			0.00	0.00

The accompanying notes are an integral part of the financial statements

As per our separate report of even date
For **Saraswat & Company**
Chartered Accountants
FRM/004846C

CA Pravin Saraswat
Partner
Membership Number : 072679
Jaipur, Dated The 24th Day of May, 2018

For & on behalf of the Board of Directors of
RMC Switchgears Limited

Ashok Kumar Agarwal
Chairman Cum Managing Director
(DIN: 793152)

Shiv Charan Maheshwari
Chief Financial Officer

Monika Sharma
Company Secretary



RMC SWITCHGEARS LIMITED

(CIN:L25111RJ1994PLC008698)

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2018

(Amount in Rs.)

Particulars		Note No.	For the Year Ended 31st March 2018	For the Year Ended 31st March 2017
I.	Revenue from Operations(Gross)	17	845,580,947.22	558,967,743.17
	Less: Excise Duty		14,396,758.94	51,775,130.56
	Revenue from Operations(Net)		831,184,188.28	507,192,612.61
II.	Other Income	18	10,073,510.63	16,524,884.03
III.	Total Revenue (I + II)		841,257,698.91	523,717,496.64
IV.	Expenses			
a)	Cost of Materials consumed	19	410,381,756.23	161,475,594.56
b)	Changes in inventories of Finished Goods & Work-in-Progress		(3,226,526.60)	18,506,502.58
c)	Purchases of Stock-in-Trade	20	7,686,672.00	44,156,294.43
d)	Employee Benefits Expenses	21	28,063,899.70	20,914,979.92
e)	Finance Costs	22	50,939,446.49	42,659,814.99
f)	Depreciation and Amortization Expenses	23	17,371,505.41	15,259,364.73
g)	Other expenses	24	299,932,267.41	205,975,740.04
	Total Expenses (a to g)		811,149,020.65	508,948,291.25
V.	Profit Before Tax (III - IV)		30,108,678.27	14,769,205.39
VI.	Tax Expenses			
a)	Current Tax		6,138,810.00	3,011,270.00
	Income Tax Related to Previous Year		0.00	153,791.00
	Less: MAT Credit Entitlement		(6,138,810.00)	(3,165,061.00)
b)	Deferred Tax Liability	31	4,886,233.88	(546,487.44)
VII.	Profit (Loss) for the year (V-VI)		25,222,444.39	15,315,692.83
VIII.	Earning per equity share: (Face Value of Rs.10 each)	28		
a)	Basic		4.87	3.50
b)	Diluted		4.87	3.50

The accompanying notes form an integral part of the Financial Statements

As per our separate report of even date

FOR SARASWAT & COMPANY

Chartered Accountants

FRN 004846C

CA Pravin Saraswat

Partner

Membership Number : 072679

Jaipur, Dated The 24th Day of May, 2018



For & on behalf of the Board of Directors of
RMC Switchgears Limited

For RMC Switchgears Limited

Ashok Kumar Agarwal
Ashok Kumar Agarwal
Chairman Cum Managing Director
FRN-00793152
(DIN: 793152)

Shiv Charan Maheshwari
Shiv Charan Maheshwari
Chief Financial Officer

Monika Sharma
Monika Sharma
Company Secretary



RMC SWITCHGEARS LIMITED

(CIN:L25111RJ1994PLC008698)

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH, 2018

Particulars		Year ended on 31st March, 2018	Year ended on 31st March, 2017
		Amount in (Rs.)	Amount in (Rs.)
I)	CASH FLOW FROM OPERATING ACTIVITIES		
1	Net Surplus in Statement of profit & loss Before Taxes	30,108,678.27	14,769,205.39
2	Adjustments for:		
i)	Depreciation and Amortisation	16,638,314.07	15,259,364.73
ii)	Finance Cost	50,939,446.49	42,659,814.99
iii)	Interest Income	(4,169,974.98)	(2,741,703.32)
iv)	Dividend Income	(15.00)	0.00
v)	(Profit)/Loss on Sale of Fixed Assets	(64,182.90)	0.00
vi)	Rent received	0.00	(50,000.00)
vii)	Provisions	1,777,680.00	1,052,123.00
	Operating Profit Before Working Capital Changes	95229945.95	70948804.79
3	Adjustments for Working Capital changes:		
	<i>Adjustments for (increase) / decrease in operating assets:</i>		
	Inventories	(37,408,476.48)	17,405,835.41
	Trade receivables	(98,141,060.15)	(73,791,338.84)
	Short-term loans and advances	(11,625,199.46)	(10,614,003.36)
	Other current assets	3,867,417.69	(12,915,732.16)
	<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
	Trade payables	44,369,379.81	22,174,740.72
	Other current liabilities	5,961,489.38	31,228,211.57
4	Cash Generated From Operations	2,253,496.74	44,436,518.13
	Less: Direct Taxes (Net of MAT effect)	0.00	0.00
	NET CASH FROM OPERATING ACTIVITIES [A]	2,253,496.74	44,436,518.13
II)	CASH FLOW FROM INVESTING ACTIVITIES		
i)	Purchase of Tangible / Intangible Assets	(78,754,840.04)	(27,995,451.31)
ii)	Proceeds on Disposal of Tangible Fixed Assets	64,182.90	8,625,052.27
iii)	Interest Received	4,169,974.98	2,741,703.32
iv)	Other Non Current Assets	(26,626,712.60)	(4,683,802.80)
v)	Long Term Loans and Advances	(3,850,051.00)	(4,763,269.00)
vi)	Dividend Received	15.00	-
vii)	Issue of Equity Shares including Share Premium	70,000,000.00	20,736,000.00
viii)	Rent received	0.00	50,000.00
	NET CASH (USED IN) INVESTING ACTIVITIES [B]	(34,997,430.76)	(5,289,767.52)



A. Mansoor
Chairman & Managing Director
RMC Switchgears Limited

III)	CASH FLOW FROM FINANCING ACTIVITIES			
	i)	Proceeds/(Repayment) from Short Term Borrowings(Net)	49,899,804.76	(1,418,446.24)
	ii)	Proceeds/(Repayment) from Long Term borrowings (Net)	22,673,905.07	14,585,396.75
	iii)	Proceeds/(Repayment) from Long Term Liabilities (Net)	(1,144,621.13)	(2,236,000.00)
	iv)	Finance Cost Paid	(50,939,446.49)	(42,659,814.99)
		NET CASH FROM FINANCING ACTIVITIES [C]	20489642.21	(31728864.48)
		NET CASH GENERATED/(USED) [A+B+C]	(12,254,291.82)	7,417,886.13
		Cash & cash equivalents the beginning of the year	31,098,915.50	23,681,029.37
		Cash & cash equivalents the end of the year	18,844,623.68	31,098,915.50

Note:

1 Components of cash & cash Equivalents:-

	Cash on hand	8,198,958.63	830,854.63
	Balances with banks		
	In current Accounts	10,247.05	6,839,957.87
	In fixed deposits	10,635,418.00	23,428,103.00
		18844623.68	31098915.50
		0.00	(0.00)

2 The above cash flow statement has been prepared under the "Indirect Method" as set out in the Accounting Standard -3 on Cash Flow Statement

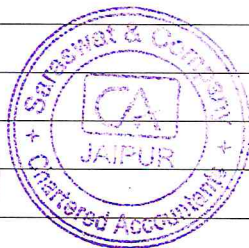
As per our separate report of even date

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

FOR SARASWAT & COMPANY

Chartered Accountants

FRN 004846C



For RMC Switchgears Limited

Ashok Kumar Agarwal
Chairman & Managing Director
DIN-00793152

Ashok Kumar Agarwal

Chairman Cum Managing Director

(DIN: 793152)

Pravin Saraswat

PARTNER

Membership Number 072679

PLACE : JAIPUR

Jaipur, Dated The 24th Day of May, 2018

Shiv Charan Maheshwari

Chief Financial Officer

Monika Sharma

Company Secretary



RMC SWITCHGEARS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

NOTE : 2

Share Capital

(Amount In Rs)

Particulars		As At 31.03.2018	As At 31.03.2017
Authorized Capital			
65,00,000 Equity Shares of Rs.10/- each		65,000,000.00	65,000,000.00
Issued, Subscribed and Paid Up Capital			
60,92,200 (Previous Year: 50,92,200) Equity shares of Rs 10/- each Fully Paid up		60,922,000.00	50,922,000.00
TOTAL		60,922,000.00	50,922,000.00

i) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period :

Particulars		As At 31.03.2018	As At 31.03.2017
Outstanding at the beginning of the Year		5,092,200	1,081,050
Add : Equity Shares issued during the year as Bonus Shares		0	3,243,150
Add : Fresh Equity Shares issued during the year through Initial Public Offer		0	768,000
Add : Fresh Equity Shares issued during the year through Preferential Issue		1,000,000	0
Outstanding at the end of the Year		6,092,200	5,092,200

ii) Details of Shareholders holding more than 5 % equity shares :

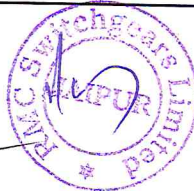
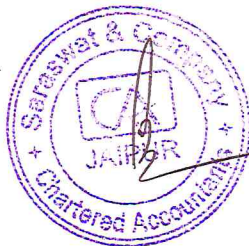
	Particulars	As At 31.03.2018		As At 31.03.2017	
		No. of Shares	% Holding	No. of Shares	% Holding
(a)	Ashok Kumar Agarwal	585,000	9.60%	455,000	8.94%
(b)	Ankit Agarwal	569,880	9.35%	569,880	11.19%
(c)	Santosh Agarwal	568,520	9.33%	568,520	11.16%
(d)	Vitthal Das Agarwal (HUF)	500,600	8.22%	500,600	9.83%
(e)	Neha Agrawal	420,000	6.89%	110,000	2.16%
(f)	Argent Leasing & Finance Pvt. Ltd.	413,120	6.78%	413,120	8.11%
(g)	Parwati Bai	302,920	4.97%	302,920	5.95%

iii) Terms and Rights attached to equity shares:

The Company has only one class of equity shares having a face value of Rs.10 per share. Each holder of equity shares is entitled to one vote per equity share. A member shall not have any right to vote whilst any call or other sum shall be due and payable to the Company in respect of any of the shares of such member. All equity shares of the Company rank pari passu in all respects including the right to dividend. The dividend is recommended by the Board of Directors and declared by the members at the ensuing Annual general Meeting.

iv) Company doesn't have any holding or ultimate holding Company.

v) 32,43,150 Numbers of Equity Shares of Rs 10/- each fully paid-up have been allotted as Bonus Shares by capitalising Share Premium amounting Rs. 3,24,31,500/- during the FY 2016-17.



For RMC Switchgears Limited

Ashok Kumar Agarwal
 Chairman & Managing Director
 DIN-00793152



RMC SWITCHGEARS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

NOTE : 3

Reserves and Surplus

Particulars		As At 31.03.2018	As At 31.03.2017
(a)	Share Premium Account		
	As per Last Financial Statements	46,811,250.00	66,186,750.00
	Add: Share Premium Received	60,000,000.00	13,056,000.00
	Less: Capitalised as Bonus Shares	-	32,431,500.00
	Closing Balance	106,811,250.00	46,811,250.00
(b)	Capital Reserve		
	As per Last Financial Statements:		
	Capital Investments Subsidy - State	1,450,060.00	1,450,060.00
	CLCS Subsidy-Central Government	1,500,000.00	1,500,000.00
		2,950,060.00	2,950,060.00
(c)	Surplus in Statement of Profit and Loss		
	As per Last Financial Statements	37,965,556.73	22,649,863.90
	Add : Transferred during the year from Statement of Profit and Loss	25,222,444.39	15,315,692.83
	Net Surplus in Statement of Profit and Loss	63,188,001.12	37,965,556.73
TOTAL		172,949,311.12	87,726,866.73

NOTE : 4

Long Term Borrowings

Particulars		As At 31.03.2018		As At 31.03.2017	
		Non Current	Current	Non Current	Current
Secured					
I.	Term Loan from banks				
	From The Federal Bank Ltd	-	-	1,352,160.86	6,209,073.00
	From Punjab National Bank	30,418,284.00	6,000,000.00	-	-
II.	Secured Subordinate Loan				
	From Small Industries Development Bank of India (SIDBI)	16,875,000.00	7,500,000.00	24,375,000.00	5,625,000.00
III.	Secured loans for vehicles	5,308,643.31	2,013,863.95	1,404,019.66	1,474,638.39
IV.	Secured Loans for Plant & Machinery	5,605,428.00	4,492,008.00	1,518,071.00	3,387,676.00
Unsecured					
I.	Long term borrowings				
(a)	From Directors	46,707,379.34	-	35,271,066.00	-
(b)	Inter-Corporate Deposits	48,988,469.83	-	67,660,421.83	-
(c)	Others	51,461,999.54	4,357,734.98	51,110,559.60	2,652,923.60
TOTAL		205,365,204.02	24,363,606.93	182,691,298.95	19,349,310.99

(A) Nature of Securities:

I. Term Loan

Secured by way of first charge on the fixed assets of the company created out of such borrowings, both present and future, situated at Tehsil Chaksu, Jaipur and personal guarantees of Ashok Kumar Agarwal, Ankit Agarwal and Neha Agarwal, Directors of The Company.

II. Secured Subordinated Loan

SIDBI Loan is secured by way of second charge on the immovable assets of the company and further secured by the personal guarantees of Ashok Kumar Agarwal and Ankit Agarwal, Directors of Company, Smt. Santosh Agarwal and VD Agarwal, Ex-Directors of The Company.



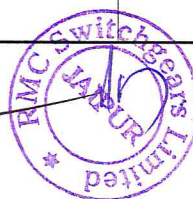
For RMC Switchgears Limited
 Ashok Kumar Agarwal
 Chairman & Managing Director
 DIN-00703152




RMC SWITCHGEARS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

(B) Terms of repayment of term loans and other loans:				
1 Secured Term Loans				
	Particulars	As At 31.03.2018	As At 31.03.2017	Terms of Repayment
I)	The Federal Bank Ltd			
	Loan of Rs 200.00 Lacs	-	6,452,160.86	Repayable in 72 Monthly Installments in 7 years commencing from the 2nd Year. All Installments have been paid as on 31st March, 2018. ROI is BR + 4.03%.
	Loan of Rs.40.00 Lacs	-	1,109,073.00	Repayable in 36 monthly installments. All Installments have been paid as on 31st March, 2018. ROI is BR + 2.55% = 12.5% p.a.
II)	Small Industries Development Bank of India	24,375,000.00	30,000,000.00	Repayment in 48 Monthly Installments commencing in July, 2017 @ 15% p.a. 9 Monthly installments have been paid as on 31st March, 2018.
III)	Hero Fincorp Ltd	1,519,227.00	1,934,522.00	Repayable in 48 Equated Monthly Installments commencing from February, 2017 @ 13% p.a. 26 Monthly Installments have been paid as on 31st March, 2018.
IV)	L&T Finance Ltd	-	2,971,225.00	Repayable in 36 Equated monthly installments of Rs.396550/- each at the interest rate of 13% p.a. All 36 installments are to be paid as on 31st March, 2018.
VI)	Punjab National Bank	36,418,284.00	-	Repayable in 66 Unequal Installments commencing from 30th April, 2018 @ MCLR + Spread of 3.5%, repayable Rs. 500000/- per month.
VII)	Dewan Housing Finance Corporation Ltd	8,578,209.00	-	Repayable in 24 Equated monthly Installments of Rs. 406864/- each @ 12.75% p.a. commencing on 1st April, 2018.
2 Unsecured Term Loans				
	Particulars	As At 31.03.2018	As At 31.03.2017	Terms of Repayment
(a)	From Directors / Ex-Directors	46,707,379.34	35,271,066.00	Repayable not earlier than 12 months on demand.
(b)	Inter-Corporate Deposits	48,988,469.83	67,660,421.83	Repayable not earlier than 12 months on demand.
(c)	Others			
	Standard Chartered Bank	51,105,003.20	51,110,559.60	Repayable in 48 Equated Monthly Installments of Rs. 652536/- each commencing in Dec. 2016 @ 9.85% p.a. 16 Monthly Installments have been paid as on 31st March, 2018
	Standard Chartered Bank	4,714,731.32	-	Repayable in 36 Equated Monthly Installments of Rs. 163416/- each @ 13% p.a. commencing in March, 2018. 1 Installment has been paid as on 31st March, 2018.
3 Vehicle Loans				
	Particulars	As At 31.03.2018	As At 31.03.2017	Terms of Repayment
I)	Kotak Mahindra Prime Ltd	-	36,418.00	Repayable in Equated Monthly Installment of Rs. 18470/- each. All monthly installments have been paid as on 31st March, 2018
II)	ICICI Bank Ltd			
	ICICI Innova (6336) Loan A/c No. LAJAI0002988669	-	263,740.10	Repayable in 36 Equated Monthly Installment of Rs. 39009/- each @10.51%. All 36 Installments have been paid as on 31st March, 2018

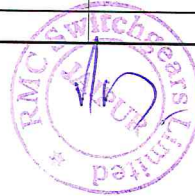
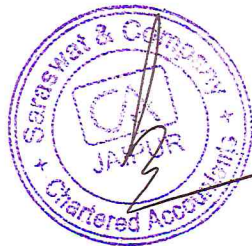



 Ashok Kumar Arora
 Chairman & Managing Director
 DIN-00703152

RMC SWITCHGEARS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

	ICICI (Indica) Loan(LAJAI00034168043)	127,886.20	255,822.10	Repayable in 36 monthly installments of Rs.12315/- @ 10.01% p.a. 25 installments have been paid as on 31st March, 2018.
	ICICI (Indigo) Loan (LAJAI00033991087)	144,141.70	302,983.30	Repayable in 36 Equated monthly installments of Rs.15168/- @ 10.01% p.a. 26 installments have been paid as on 31st March, 2018.
III)	Axis Bank Ltd	841,584.00	1,240,184.00	Repayable in 60 Equated Monthly Installments of Rs. 42500/- each @ 10.50% p.a. 38 installments have been paid as on 31st March, 2018.
IV)	Reliance Capital Ltd			
	Reliance Capital Ltd. Account No. RLUMJAI000273232	-	33,758.21	Repayable in 36 Equated monthly installments of Rs. 21183/- @ 17.02% p.a. All 36 installments have been paid as on 31st March, 2018.
	Reliance Capital Ltd. Account No. RLUMJAI000273235	-	109,790.20	Repayable in 36 Equated monthly installments of Rs. 28030/- @ 17.02% p.a. All 36 installments have been paid as on 31st March, 2018.
V)	HDFC Bank Ltd	120,393.76	310,964.14	Repayable in 36 Equated monthly installments of Rs.17786/- each @ 10.15% p.a. 29 installments have been paid as on 31st March, 2018.
VI)	Sundaram Finance Ltd	170,014.00	324,998.00	Repayable in 36 Equated monthly installments of Rs. 15385/- each @ 12.04% p.a. 24 installments have been paid as on 31st March, 2018.
VII)	The Federal Bank Ltd	936,387.60	-	Repayable in 60 Equated Monthly Installments of Rs. 20502/- each@ 8.90% p.a. 4 Installments have been paid as on 31st March, 2018.
VIII)	HDFC Bank Ltd	4,982,100.00	-	Repayable in 60 Equated Monthly Installments of Rs. 101640/- each @ 8.26% p.a. commencing from May, 2018.



For RMC Switchgears Limited

Ashok Kumar Agarwal
Ashok Kumar Agarwal
Chairman & Managing Director
DIN-00793152



RMC SWITCHGEARS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

NOTE : 5

Other Long Term Liabilities

Particulars		As At 31.03.2018	As At 31.03.2017
Trade Payables		-	1,144,621.13
TOTAL		-	1,144,621.13

NOTE : 6

Long Term Provisions

Particulars		As At 31.03.2018	As At 31.03.2017
Provisions for Employee benefits		2,829,803.00	1,052,123.00
TOTAL		2,829,803.00	1,052,123.00

NOTE : 7

Short Term Borrowings

Particulars		As At 31.03.2018	As At 31.03.2017
Loans repayable on demand:			
Secured			
Cash credit from banks		138,169,439.55	89,101,941.79
Loan Against Fixed Deposits of bank		832,307.00	-
Unsecured			
Security Deposits and Refundable/Adjustable Advances		-	-
TOTAL		139,001,746.55	89,101,941.79

Nature of Securities:

1 Cash Credit

Cash Credit under the consortium arrangements with Punjab National Bank and The Federal Bank Ltd. are Secured by way of first pari-passu charge on entire current assets, both present and future, of the company. Also collaterally secured by way of first charge ranking pari passu on all unencumbered immovable assets of the company, both present and future and equitable mortgage of Factory Land and Building on pari-passu basis located at Malviya Industrial Area, Jaipur and at Kotkhawda Road, Tehsil Chaksu, Jaipur and personal guarantees of Ashok Kumar Agarwal, Neha Agarwal and Ankit Agarwal, Directors of the company.

NOTE : 8

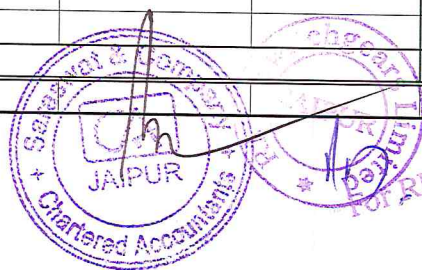
Other Current Liabilities

Particulars		As At 31.03.2018	As At 31.03.2017
(a)	Current maturities of Long Term Borrowings:		
	Term Loans (Secured)	13,500,000.00	11,834,073.00
	Vehicle Loans (Secured)	2,013,863.95	1,474,638.39
	Plant and Machinery Loans	4,492,008.00	3,387,676.00
	Other Loans	4,357,734.98	2,652,923.60
(b)	Advance from Customers	8,580,063.72	15,050,469.89
(c)	Creditors For Expenses	16,919,305.09	15,575,497.57
(d)	Statutory & Other Liabilities	10,745,213.64	2,330,688.54
(e)	Interest accrued but not due on borrowings	329,000.00	271,233.00
(f)	Provision for Expenses - Other than employees benefits	5,569,000.00	7,967,500.00
TOTAL		66,506,189.37	60,544,699.99

NOTE : 10

Long Term Loans and Advances

Particulars		As At 31.03.2018	As At 31.03.2017
<i>(Unsecured, considered good)</i>			
(a)	Capital Advances	8,720,609.00	4,870,558.00
TOTAL		8,720,609.00	4,870,558.00



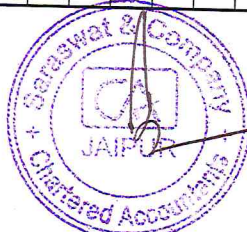
RMC SWITCHGEARS LIMITED

FIXED ASSETS

NOTE : 9



DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION AND AMORTISATION				NET BLOCK	
	AS AT	ADDITIONS	DEDUCTIONS	AS AT	DELETIONS	DEPRECIATION / AMORTISATION	AS AT	AS AT	AS AT	AS AT
	1st April 2017 RS.	RS.	RS.	31st March 2018 RS.	AS AT 1st April 2017 RS.	SALES RS.	31st March 2018 RS.	31st March 2018 RS.	1st April 2017 RS.	
1. TANGIBLE ASSETS										
Freehold Land	1,850,100.00	-	-	1,850,100.00	-	-	-	1,850,100.00	1,850,100.00	1,850,100.00
Leasehold Land	598,238.00	-	-	598,238.00	126,521.20	-	132,186.20	466,051.80	471,716.80	471,716.80
Building	84,320,580.12	1,290,621.45	-	85,611,201.57	15,346,903.19	-	17,763,669.64	67,847,531.93	68,973,676.93	68,973,676.93
Plant, Property & Equipment	160,006,692.30	8,615,918.10	-	168,622,610.40	40,065,787.33	-	48,972,796.88	119,649,813.52	119,940,904.97	119,940,904.97
Miscellaneous Fixed Assets	48,043,971.67	6,004,695.06	-	54,048,666.73	16,778,914.28	-	19,994,658.41	34,054,008.32	31,265,057.39	31,265,057.39
Furniture	3,959,723.51	636,033.72	-	4,595,757.23	1,113,301.76	-	3,78,429.48	3,104,025.99	2,846,421.75	2,846,421.75
Vehicles	13,445,354.86	8,313,244.00	-	21,758,598.86	6,197,450.27	-	7,702,732.74	14,055,866.12	7,247,904.59	7,247,904.59
TOTAL	312,224,660.46	24,860,512.33	-	337,085,172.80	79,628,878.03	-	96,057,775.11	241,027,397.69	232,595,782.43	232,595,782.43
<i>Previous Year</i>	<i>311,700,765.92</i>	<i>26,299,747.52</i>	<i>26,275,852.98</i>	<i>312,224,660.46</i>	<i>82,089,229.96</i>	<i>17,650,800.71</i>	<i>79,628,878.03</i>	<i>232,595,782.43</i>	<i>229,611,535.96</i>	<i>229,611,535.96</i>
2. INTANGIBLE ASSETS										
Softwares	2,056,593.04	237,750.00	-	2,294,343.04	1,070,471.28	-	1,279,888.27	1,014,454.77	986,121.76	986,121.76
TOTAL	2,056,593.04	237,750.00	-	2,294,343.04	1,070,471.28	-	1,279,888.27	1,014,454.77	986,121.76	986,121.76
<i>Previous Year</i>	<i>1,090,709.49</i>	<i>965,883.55</i>	<i>-</i>	<i>2,056,593.04</i>	<i>1,001,555.33</i>	<i>-</i>	<i>1,070,471.28</i>	<i>986,121.76</i>	<i>89,154.16</i>	<i>89,154.16</i>
3. CAPITAL WORK-IN-PROGRESS										
Project Work	229,820.22	53,656,577.71	-	53,886,397.93	-	-	-	53,886,397.93	229,820.22	229,820.22
TOTAL	229,820.22	53,656,577.71	-	53,886,397.93	-	-	-	53,886,397.93	229,820.22	229,820.22
GRAND TOTAL	314,511,073.72	78,754,840.04	-	393,265,913.77	80,699,349.31	-	97,337,663.38	295,928,250.39	233,811,724.41	233,811,724.41
<i>Previous Year</i>	<i>312,791,475.41</i>	<i>27,995,651.29</i>	<i>26,275,852.98</i>	<i>314,511,073.72</i>	<i>83,090,785.29</i>	<i>17,650,800.71</i>	<i>80,699,349.31</i>	<i>233,811,724.41</i>	<i>229,700,690.12</i>	<i>229,700,690.12</i>



For RMC Switchgears Limited
Anand

RMC SWITCHGEARS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

NOTE : 11

Other Non - Current Assets

Particulars		As At 31.03.2018	As At 31.03.2017
<i>(Unsecured, considered good)</i>			
(a)	Security Deposits	820,300.00	1,172,369.40
(b)	Deferred Revenue Expenditure	2,932,757.80	3,449,193.80
(c)	Fixed Deposits with Banks (with Maturity of more than Twelve Months) (Pledged with Bank as Cash Margin Money for Bank Guarantees/Letter of Credits)	28,681,827.00	1,186,609.00
TOTAL		32,434,884.80	5,808,172.20

NOTE : 12

Inventories

Particulars		As At 31.03.2018	As At 31.03.2017
(a)	Raw Materials (Including Goods in Transit of Rs - NIL Previous year Rs NIL)	54,958,449.30	7,916,432.14
(b)	Work in Progress	5,454,314.25	7,178,531.59
(c)	Finished Goods(including Scrap)	7,324,317.75	2,373,573.80
(d)	Stores & spares (Including Goods in Transit of Rs - NIL Previous year Rs NIL)	2,174,681.98	15,034,749.26
TOTAL		69,911,763.28	32,503,286.80

NOTE : 13

Trade Receivables

Particulars		As At 31.03.2018	As At 31.03.2017
<i>(Unsecured, considered good)</i>			
(a)	Outstanding for a period exceeding six months from the due date	16,095,560.75	25,889,521.39
(b)	Others	317,595,489.44	209,660,468.65
TOTAL		333,691,050.19	235,549,990.04

NOTE : 14

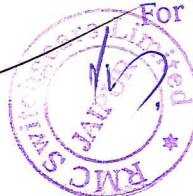
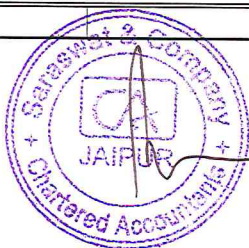
Cash and Cash Equivalents

Particulars		As At 31.03.2018	As At 31.03.2017
(a)	Cash on Hand	8,198,958.63	830,854.63
(b)	Balances with Banks:		
	i) In Current Accounts	10,247.05	6,839,957.87
	ii) Fixed Deposits with maturity of less than 1 year (including Accrued Interest)*	10,635,418.00	23,428,103.00
TOTAL		18,844,623.68	31,098,915.50
	* Pledged with Bank as Cash Margin Money for Bank Guarantees/Letters of Credit/ OD Ag. FDR	10,490,682.00	
	Fixed Deposits with Maturity of more than Twelve Months included in Note 11	28,681,827.00	

NOTE : 15

Short Term Loans and Advances

Particulars		As At 31.03.2018	As At 31.03.2017
<i>(Unsecured, considered good)</i>			
	Advances Recoverable in Cash/Kind or value to be received	19,831,049.17	19,298,691.57
	Prepaid Expenses	5,492,772.02	2,899,930.15
	Short Term Loans and Advances	8,500,000.00	
TOTAL		33,823,821.18	22,198,621.72



For RMC Switchgears Limited

Ashok Kumar Agarwal
Chairman & Managing Director
DIN-00793152



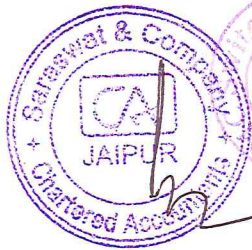
RMC SWITCHGEARS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

NOTE : 16

Other Current Assets

Particulars		As At 31.03.2018	As At 31.03.2017
<i>(Unsecured, considered good)</i>			
CENVAT Credit of :-			
a)	Excise Duty on Inputs (Including Cess)	-	3,489,197.50
b)	Service Tax on Input Services (Including Cess)	-	188,299.79
GST Advance to be adjusted against future tax liabilities		137,463.00	
Security Deposits		9,318,734.00	13,785,516.00
MAT Credit Entitlement		13,690,928.09	7,552,118.09
Plant & Machinery retired from active use and held for disposal		-	1,999,411.40
TOTAL		23,147,125.09	27,014,542.78



For RMC Switchgears Limited

Ashok Kumar Agarwal
Ashok Kumar Agarwal
Chairman & Managing Director
DIN-00793152





RMC SWITCHGEARS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

NOTE : 17

Revenue From Operations

Particulars		For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
(a)	Sale of Products		
	Product Sales	785,181,244.36	518,153,986.78
	Sale of Scrap	8,562,811.06	1,933,227.35
(b)	Sale of Services		
	Erection & Commissioning Services	3,570,116.38	23,965,251.10
	Works Contract Services	43,696,816.70	-
		841,010,988.50	544,052,465.23
(c)	Other Operating Revenues		
	Transport Charges Recovered	4,489,958.72	14,915,277.94
	Packing Charges	80,000.00	-
	Revenue From Operations (Gross)	845,580,947.22	558,967,743.17

NOTE : 18

Other Income

Particulars		For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
	Interest on Bank Deposits including Interest Accrued but not due	2,828,966.58	1,450,611.00
	Interest Income (Others)	1,341,008.40	1,291,092.32
	Dividend Income	15.00	-
	Discount Received	-	212,742.00
	Profit (Loss) on Sale of Fixed Assets	64,182.90	-
	Liabilities no longer payable Written Off	489,305.62	13,479,938.71
	Rent Received	-	50,000.00
	Insurance Claim Received	5,350,032.13	40,500.00
	TOTAL	10,073,510.63	16,524,884.03

NOTE : 19

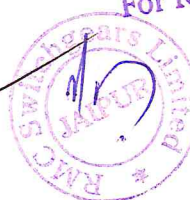
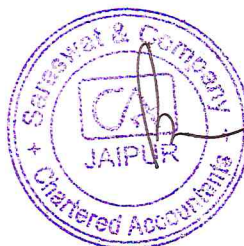
Cost of Materials Consumed

Particulars		For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
	Opening Stock	7,916,432.14	3,347,044.63
	Add : Purchases(Net of Returns)	457,423,773.39	166,044,982.06
		465,340,205.53	169,392,026.69
	Less: Closing Stock	54,958,449.30	7,916,432.14
	TOTAL	410,381,756.23	161,475,594.56

NOTE : 19.1

Materials consumed comprises:

Particulars		For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
a)	Plastic Dana	9924930.24	18553319.25
b)	Ferrous and Non-ferrous Metals	199728620.36	70613101.68
c)	Sheet Moulding Compound, Resins & other fibres etc.	121891483.63	72309173.63
d)	Electricals and Electronic Parts for Switchgears	59216963.10	-
		390,761,997.33	161,475,594.56



For RMC Switchgears Limited

 Ashok Kumar Agarwal
 Chairman & Managing Director
 DIN-00793152



NOTE : 19.2				
Value of Imported and indigenous Raw material Consumed and their percentage to consumption :				
Particulars			For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
a)	Value of Imported and Indigenous Raw Materials Consumed during the year :			
	Imported	Value	Rs. 6856313.00	2411565.36
		Percentage	1.67%	1.49%
	Indigenous	Value	Rs. 403525443.23	159064029.20
		Percentage	98.33%	98.51%
TOTAL			410,381,756.23	161,475,594.56
NOTE : 20				
Changes in Inventory of Finished Goods & Work in Progress				
Particulars			For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
	Opening Inventory	Work In Progress	7178531.59	4028099.10
		Finished Goods	2373573.80	24030508.88
			9552105.40	28058607.98
	Closing Inventory	Work In Progress	5454314.25	7178531.59
		Finished Goods	7324317.75	2373573.80
			12778632.00	9552105.40
TOTAL			(3,226,526.60)	18,506,502.58
NOTE : 21				
Employee Benefits Expenses				
Particulars			For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
a)	Salary,Wages & Allowances		25730657.00	19494850.00
b)	Contribution to Provident Fund		153772.00	64946.00
c)	Labour & Staff Welfare Expenses		2179470.70	1355183.92
TOTAL			28,063,899.70	20,914,979.92
NOTE : 22				
Finance Costs				
Particulars			For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
a)	Interest Expense on			
	Borrowings from Bank		28,582,064.342	22835814.49
	Others		17941243.63	15170134.11
b)	Other Borrowing Costs		6915753.59	6936267.39
	Less : Interest Capitalized during the Year		(2,499,615.07)	(2,282,401.00)
TOTAL			50,939,446.49	42,659,814.99



For RMC Switchgears Limited

Ashok Kumar Agarwal
Chairman & Managing Director
DIN-00793152



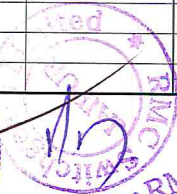
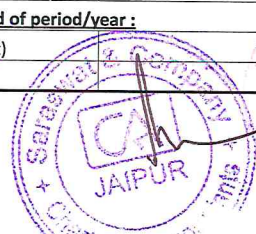
NOTE : 23				
Depreciation and Amortisation Expenses				
Particulars		For the Year Ended 31.03.2018	For the Year Ended 31.03.2017	
	Depreciation on Tangible Assets	16,632,649.410	15253699.73	
	Amortisation of Tangible Assets	5665.00	5665.00	
	Amortisation of Intangible Assets- Deferred Revenue Expenditure	733191.00	0	
TOTAL		17,371,505.41	15,259,364.73	
NOTE : 24				
Other Expenses				
Particulars		For the Year Ended 31.03.2018	For the Year Ended 31.03.2017	
	Auditors' Remuneration	325000.00	275000.00	
	Brokerage	184034.94	130150.48	
	Conveyance Expenses	2210.00	95952.00	
	Directors' Remuneration	3300000.00	2550000.00	
	Discount/ Rate Difference	471229.87	757705.52	
	Excise, Service Tax and VAT Expenses	615032.94	1069584.49	
	Freight & Carriage Inward	4996062.16	3180472.46	
	Insurance Expenses	809006.00	773565.35	
	Job Work Charges	17273403.38	11880779.84	
	Loading, Unloading & Labour Charges	50000.00	227286.00	
	Liquidated Damages	114994.10	318,634.00	
	Miscellaneous Expenses	989170.02	1274631.56	
	Packing Material Consumed	8022935.37	7528295.51	
	Postage & Courier Expenses	203321.76	62999.69	
	Power & Fuel	16859908.54	11908545.00	
	Printing & Stationery	21615.50	177109.62	
	Professional & Legal Charges	829083.32	775548.30	
	Rent	300000.00	400500.00	
Repairs & Maintenance Expenses				
	a) Plant & Machinery	943695.25	903293.26	
	b) Building	10000.00	9878.00	
	c) Others	856689.26	907331.34	
	Stores, Spares & Accessories Consumed	202860067.28	138320501.84	
	Selling and Distribution expenses	31175416.69	17091514.28	
	Telephone & Internet Expenses	530175.14	523875.21	
	Travelling Expenses	5542161.30	3867545.49	
	Type-Testing Expenses	1345931.60	771040.80	
	Vehicle Upkeep Expenses	1301123.00	194000.00	
TOTAL		299,932,267.41	205,975,740.04	
(A) Auditors' Remuneration (Net of GST Input Credit)				
	i) As Auditor	325,000.00	275,000.00	
	ii) Reimbursement of Expenses	-	-	
TOTAL		325,000.00	275,000.00	



For RMC Switchgears Limited
 Ashok Kumar Agarwal
 Chairman & Managing Director
 DIN-00793152



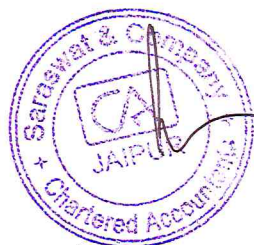
NOTE : 24.1				
Value of Imported and Indigenous Stores & Spares Consumed and their percentage to consumption :				
Particulars			For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
a)	Value of Imported and indigenous Stores & Spares Consumed and their percentage to consumption :			
	Imported	Value	Rs.	-
		Percentage		0.00%
	Indigenous	Value	Rs.	202,860,067.28
		Percentage		100.00%
				202,860,067.28
				138,320,501.84
NOTE : 25				
Related Party Transactions				
Related Party Disclosures as required by AS-18 are given below:				
Name of the related parties and nature of relationships :				
a)	Companies with which transactions have taken place during the year :			Nature of Relationship
	i) Synergy Solar System			Owned by Neha Agarwal, Director of the Company
	ii) Acme Metawires Private Limited			Daughter of the Managing Director is a Director
	iii) Rajasthan Aluminium House Private Limited			Brother of the Managing Director is a Director
	iv) Apex Aluminium Extrusion Private Limited			Brother of the Managing Director is a Director
b)	Key Management Personnel			
	i) Mr. Ashok Kumar Agarwal, Managing Director			
	ii) Mr. Ankit Agarwal, Whole Time Director			
	iii) Mrs. Neha Agarwal, Whole Time Director			
	iv) Mr. Shiv Charan Maheshwari, Chief Finance Officer			
	v) Ms. Priyanka Gattani, Company Secretary cum Compliance Officer (Upto 31.10.2017)			
	vi) Mrs. Monika Sharma, Company Secretary cum Compliance Officer (From 31.10.2017)			
	vii) Mr. Atul Dixit, Chief Executive Officer (From 04.09.2017)			
c)	Relatives of Key Management Personnel			Relation
	i) Mrs. Santosh Agarwal			Spouse of the Managing Director
	ii) Mr. Vitthal Das Agarwal			Father of the Managing Director
	iii) Mrs. Parvati Bai Agarwal			Mother of the Managing Director
	iv) Mr. Amit Agarwal			Son -in- Law of the Managing Director
	v) Mr. Rajendra Agarwal			Brother of the Managing Director
The following transactions were carried out / outstanding with related parties in the ordinary course of business with parties referred above:				
Particulars			For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
Payments				
<i>Details of transactions with relative parties of Key Management Personnel as mentioned in (a) above are as under:</i>				
	Job charges Paid		-	3,252,734.07
	Material Purchased (including GST)		46,135,887.69	1,866,003.00
Receipts				
	Rent		-	50,000.00
	Sales(including Excise)		7,909,291.91	-
<i>Details of transactions with Key Management Personnel as mentioned in (b) above are as under:</i>				
	Remuneration to Directors		3,339,600.00	2,550,000.00
	Remuneration to Key Management Persons		3,160,686.00	474,569.00
	Rent for factory land		300,000.00	300,000.00
	Interest payment		8,559,345.99	1,206,897.00
<i>Details of transactions with Relatives of Key Management Personnel as mentioned in (c) above are as under:</i>				
	Interest payment		-	301,185.00
Balance outstanding at the end of period/year :				
	Payable as at the year end (Net)		47,443,905.51	36,486,217.00



For RMC Switchgears Limited
Ashok Kumar Agarwal
Managing Director
00793150



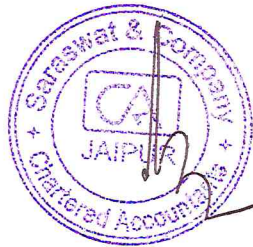
NOTE : 26			
Disclosure Under Accounting Standard - 7 (Revised) "Construction Contracts"			
Particulars		For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
(a) (i) Contract Revenue recognized during the year		47,266,933.08	66,185,593.39
(ii) Method used to determine the contract revenue recognized and the stage of completion		{Refer Note 1((ix)(b))}	{Refer Note 1((ix)(b))}
(b) Disclosure in respect of contracts in progress as at the year end:-			
(i) Aggregate amount of costs incurred and recognized profits (less recognized losses)		Included under various cost and expenses head of accounts	Included under various cost and expenses head of accounts
(ii) Advances received, outstanding		-	-
(iii) Retentions receivable		28,188,476.96	22,827,167.00
(iv) Amount due from customers (included under Note 12 – Trade Receivables)		14,894,129.30	47,944,658.83
(v) Amount due to customers		-	-
NOTE : 27			
Contingent Liabilities and Commitments			
Particulars		As At 31.03.2018	As At 31.03.2017
a)	Bank Guarantee issued to third parties (Net of Margin)	251,055,630.20	159,192,914.00
b)	Letter of Credit Issued to suppliers by banks	17,959,619.00	10,981,299.00
c)	Disputed Excise Demand Liability (Net of Deposits)	126,629.00	4,246,457.00
d)	Claims lodged but not accepted by the company	2,900,984.00	1,005,317.00
e)	TDS Interest Demand	-	46,076.00
f)	Capital Commitments (Net of Advances)	1,800,000.00	19,042,833.20
NOTE : 28			
Earnings Per Share			
Particulars		For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
Basic & Diluted Earnings Per Share (EPS) are computed in accordance with Accounting Standard (AS) 20 "Earnings Per Share"			
a)	Weighted Average Equity Shares outstanding at year end	5,179,871.23	4,374,698.63
b)	Profit for Basic & Diluted Earnings Per Share as per Statement of Profit and Loss	25,222,444.39	15,315,692.83
c)	Earnings Per Share (Basic)	4.87	3.50
d)	Earnings Per Share (Diluted)	4.87	3.50
e)	Face Value per Share	10.00	10.00
NOTE : 29			
Disclosures specified by MSMED Act, 2006			
The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence, disclosure relating to amounts unpaid as at the year end together with interest paid/payable to Micro Enterprises and Small Enterprises and others, under this Act could not be given. As per "The Micro, Small and Medium Enterprises Development Act, 2006, the company is required to identify the Micro, Small and Medium Suppliers and pay interest on overdue beyond the specified period. The Management believes that there are no overdue principal amount/interest payable amount for delayed payment to such vendors at the Balance Sheet Date. Accordingly, there is no liability for interest in respect of payments made during the year or on balances brought forward from previous year.			



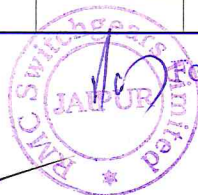
Ashok Kumar Agarwal
Chairman & Managing Director
DIN-00793152



(iii)	Amount recognized as on 31/03/2018				
(a)	Present Value of Obligation as at year end			2,829,803.00	1,052,123.00
(b)	Fair value of Plan Assets as at year end			-	-
(c)	Net (Asset)/Liability recognized			2,829,803.00	1,052,123.00
(iv)	Expenses recognized as on 31/03/2018				
(a)	Current Service Cost			676,146.00	1,385,832.00
(b)	Interest Cost			76,279.00	48,092.00
(c)	Net actuarial (Gain)/Loss			1,025,255.00	(381,801.00)
(d)	Gain for the year which has been accounted by the company in Profit & Loss Account			1,777,680.00	1,052,123.00
<i>Note: Current Service Cost for FY 2016-17 included the obligations for past years</i>					
As per our separate report of even date			For & On behalf of The Board of Directors		
For Saraswat & Company			For RMC Switchgears Limited		
Chartered Accountants			Ashok Kumar Agarwal		
FRN: 004846C			Chairman Cum Managing Director		
			(DIN: 793152)		
Pravin Saraswat			Shiv Charan Maheshwar		
Partner			Chief Financial Officer		
Membership Number: 072679			Monika Sharma		
Jaipur, Dated The 24th Day of May, 2018			Company Secretary		



NOTE : 30				
CIF Value of Imports, Expenditures and Earnings in Foreign Currency				
Particulars			For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
(a)	Raw Materials		6,856,313.00	2,411,565.36
(b)	Capital Goods		34,581,098.12	6,672,620.00
(c)	Expenditure in Foreign Currency		-	461,383.73
(d)	Earnings in Foreign Currency		-	-
			41,437,411.12	9,545,569.09
NOTE : 31				
Deferred Taxation {See Note 1(vi)(b)}				
Particulars			For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
Deferred Tax Liabilities				
a)	Accumulated Depreciation		78,852,313.14	70,030,116.36
b)	Expenses claimed as deducted but deferred in accounts		2,932,757.80	3,449,193.80
			81,785,070.94	73,479,310.16
Deferred Tax Assets				
a)	Expenses allowable for tax purposes on Payment Basis		2,829,803.00	-
b)	DTA on account of disallowance u/s 40(a)(ia)		270,438.50	-
c)	Unabsorbed Depreciation brought forward for adjustment in future		4,751,958.67	30,360,163.53
			7,852,200.17	30,360,163.53
	Net Deferred Tax Liability		73,932,870.77	43,119,146.63
	Tax Liability on Net DTL		13,677,581.09	8,791,347.21
NOTE : 32				
Employee Benefits				
A. Defined Contribution Plans				
The amount recognized as an expense for defined contribution plans are as under:				
Particulars			For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
	Provident Fund		144,523.00	54,512.00
	Employee State Insurance		133,956.00	26,585.00
B. Defined Benefits Plan (Gratuity)				
Valuation in respect of Gratuity has been carried out by independent actuary as at the Balance Sheet date. The details of the same are given as under:				
(i)	Assumptions:			
(a)	Discount Rate (Per Annum)		7.25%	7.50%
(b)	Rate of increase in compensation level		10.00%	5.00%
(c)	Rate of return on Plan Assets		-	-
(d)	Expected Average remaining working lives of employees in no. of years		24.40	24.80
(ii)	Changes in the present Value of Obligation:			
(a)	Present value of the obligation at the beginning of the year		1,052,123.00	1,282,454.00
(b)	Interest Cost		76,279.00	48,092.00
(c)	Current Service Cost		676,146.00	103,378.00
(d)	Actuarial (Gain)/Loss		1025255.00	- 381,801.00
(e)	Benefits Paid		-	-
(f)	Present value of the obligation at the end of the year		2,829,803.00	1,052,123.00



Ashok Kumar Agarwal
Chairman & Managing Director
DIN-00793152



RMC SWITCHGEARS LIMITED

Note No. 1

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31/03/2018

i) Corporate Information

RMC Switchgears Limited is a public company domiciled in India. The company is primarily engaged in the business of 'Switchgear Engineering' and 'ECI contracts for power distribution / transmission sector'.

ii) Basis of Accounting

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 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 (the 'Act').

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Act.

iii) Changes in Accounting Policies

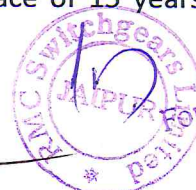
The Company has reclassified/regrouped/rearranged the previous year figures, wherever necessary, to make them comparable with current year's figures & groups.

iv) Fixed Assets and Depreciation

a) Fixed Assets are stated at cost including attributable cost (net of cenvat/vat credit /GST Credit availed) of bringing the assets to its working condition for the intended use.

b) Depreciation on the assets has been provided as under:

- 1) Depreciation has been provided on the basis of useful lives of the tangible assets as prescribed in Schedule II to the Companies Act, 2013 by using Straight-line method (SLM) of depreciation. Based on the technical advice, company has taken the useful lives of 20 years in case of some Plant & Machineries in place of 15 years as prescribed in Schedule II of the Companies Act, 2013.



Ashok Kumar Agarwal
Chairman & Managing Director
DIN-00793152



- 2) Depreciation on intangible assets is provided in accordance with AS-26 over the period of 5 years.
- 3) Premium paid on Leasehold Land is amortized over the Lease term which is of 99 years.
- 4) Impairment of Tangible & Intangible Assets

The carrying amounts of assets are reviewed at each reporting date if there is any indication of impairment based on internal / external factors. An impairment loss is recognized wherever the carrying amount of asset exceeds its recoverable amount. The recoverable amount is the greater of the assets' net selling price and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using weighted average cost of capital.

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

v) Valuation of Inventory

Inventory of raw material, stores, spares, semi-finished goods and finished goods are valued at lower of cost and net realizable value. Cost is determined on the basis of FIFO/Weighted Average Method. Inventory of rejected material is valued at cost or net realizable value whichever is lower. Work in process generally includes cost of direct material, labour cost and other manufacturing overheads. Goods-in-Transit is valued at cost.

(vi) Income Tax

- a) Provision is made for the income tax liability in accordance with the provision of the Income Tax Act, 1961. Company has provided for the tax liability u/s 115JB (MAT) of the Income Tax Act, 1961 and consequent MAT Credit available has been recognized as asset.
- b) Deferred Tax has been provided on the DTL (net of DTA) at the prevailing Income Tax Rates as prescribed under Income Tax Act, 1961. However, the tax rate being used, is as prescribed u/s 115JB of the Income Tax Act, 1961 (in place of regular rate i.e. 30%) in view of the availability of unabsorbed depreciation and MAT Credit balance lying for adjustment against future profits. Company was using regular rate of tax till the last financial year and had such rate been used for current FY also, the Profit After Tax (PAT) would had been lower by Rs. 11833930/- (Previous Year Rs. 4526876/-) and Deferred Tax Liability would had been higher by the same amount.



For RMC Switchgears Limited
Ashok Kumar Agarwal
Ashok Kumar Agarwal
Chairman & Managing Director
DIN-00793152



vii) **Liquidated Damages:**

Liquidated damages are provided based on contractual terms when the delivery/commissioning dates of an individual project have exceeded or are likely to exceed the delivery/commissioning dates as per the respective contract. This expenditure is expected to be incurred over the respective contractual terms upto closure of the contract.

viii) **Foreign Currency:**

- a) Transactions in Foreign Currency entered into by the Company are accounted at the Exchange Rates prevailing the date of the transaction. Foreign Currency monetary items of the company, outstanding on the Balance Sheet date are restated at the year-end rates. Non- monetary items of the company are carried at historical costs.
- b) Exchange Difference arising on settlement / restatement of short term foreign currency monetary assets & liabilities of the company are recognized as expense in the statement of Profit & Loss or capitalized if such differences pertain to creation of Fixed Assets.

ix) **Revenue Recognition:**

- a) Sales Revenue is recognized when the risk and rewards of ownership are passed on to the customers, which is generally on dispatch. Revenue from operations for the period upto June 30, 2017 includes excise duty which has been discontinued with effect from July 1, 2017, post-implementation of GST in India. The company collects GST on behalf of the Central / State Government and therefore, it is not an economic benefit flowing to the Company. Hence, it is excluded from revenue.

In view of the aforesaid re-structuring of the indirect taxes, revenue from operations for the year ended March, 2018 are not comparable with the corresponding previous periods.

- b) Revenue from turnkey contracts is recognized based on the stage of completion determined with reference to the costs incurred on contracts and their estimated total costs. Provision for foreseeable losses/ construction contingencies on turnkey contracts is made on the basis of technical assessments of costs to be incurred and revenue to be accounted for.
- c) Price Escalation and other claims or variations in the contract work are included in contract revenue only when:
 - i) Negotiations have reached to an advanced stage such that it is probable that customer will accept the claim: and
 - ii) The amount that is probable will be accepted by the customer and can be measured reliably.



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x) **Use of Estimates:**

The preparation of financial statements requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, as of the date of financial statements and the reported amount of revenue and expenses of the year. Actual results could differ from these estimates. The difference between the actual results and estimates are recognized in the period in which the results are known/materialized.

xi) **Borrowing Costs**

Borrowing costs attributable to the acquisition, construction or production of qualifying assets are added to the cost of those assets as Pre-operative Expenses. During the year, Rs. 25 Lacs (Previous year Rs. 22.82 Lacs) has been capitalized for the Capital Assets added during the year. All other borrowing costs are recognized in Statement of Profit and Loss in the period in which they are incurred.

xii) **Employees Benefits:**

a) **Defined Contribution Plans:**

Employees' own and Employer's contribution to Provident Funds are contributed by company monthly at a determined rate. These contributions are remitted to the Employees' Provident Fund Organization, India and is charged to Statement of Profit and Loss on accrual basis.

b) **Defined Benefits Plans:**

Gratuity: The company provides for gratuity, a defined benefit retirement plan, for its employees. The plan provides for lump sum payments to the eligible employees at retirement, death, while in employment, or on termination of employment or otherwise as per the provisions the Payment of Gratuity Act, 1972. The company accounts for liability of future gratuity benefits based on an external actual valuation on projected unit credit method carried out annually for assessing liability as at the balance sheet date.

xiii) **Segment Reporting :**

a) **Primary Segment:**

Company is engaged in 'Switch Gear Engineering' and 'Construction contracts for power distribution / transmission sector' which relate to one primary segment i.e. Power.

b) **Secondary Segment:**

The Company operates predominantly within the geographical limits of India and accordingly secondary segments have not been considered.



For RMC Switchgears Limited
Ashok Kumar Agarwal

Ashok Kumar Agarwal
Chairman & Managing Director
Ph: 0141-2200793/152



xiv) Deferred Revenue Expenditure:

Company had come out with the Initial Public Offer(IPO) during the FY 2016-17 and Preferential Issue during the year under review, mainly for financing the working capital requirement of the company. Expenditure incurred for this purpose is being written off over the period of 5 years in equal installment, beginning from 01/04/2017. Amount Written Off during the year was Rs. 733191/- (Previous Year NIL) and to be written off during the subsequent four years is Rs. 2932758/-(Previous Year Rs. 3449194/-).

As the funds were raised for the purpose of using for working capital purposes, expenses incurred are being claimed as expense for the purpose of Income Tax.

xv) Corresponding Figures of previous year have been reclassified/regrouped or rearranged to make them comparable with the current year figures.

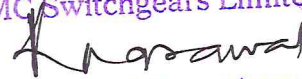
As per our report of even date
FOR SARASWAT & COMPANY
Chartered Accountants
F. R. No. 04846C


(CA PRAVIN SARASWAT)
PARTNER
M.No. – 072679
PLACE: JAIPUR
DATED: 24TH May, 2018



FOR AND ON BEHALF OF BOARD OF DIRECTORS

For RMC Switchgears Limited


Ashok Kumar Agarwal
(ASHOK KUMAR AGARWAL)
CHAIRMAN CUM MANAGING DIRECTOR
DIN No: 793152


Shiv Charan Maheshwari
Chief Financial Officer


Monika Sharma
Company Secretary