

**GTA POWER MECH FZE**  
**REPORTS AND ACCOUNTS**  
**AT MARCH 31, 2020**

**OLUKANJI OLABANJI & CO.**  
CHARTERED ACCOUNTANTS  
85, WESTERN AVENUE  
SURULERE, LAGOS

**GTA POWER MECH FZE**  
**CONTENT**

|                                      | <b><u>PAGES</u></b> |
|--------------------------------------|---------------------|
| Report of the Directors              | 1                   |
| Report of the Auditors               | 2                   |
| Statement of Financial position      | 3                   |
| Statement of Profit and Loss account | 4                   |
| Statement of Cash Flow               | 5                   |
| Statement of changes in equity       | 6                   |
| Notes to the financial statements    | 7 - 12              |

**GTA POWER MECH FZE**  
**REPORT OF THE DIRECTORS**  
**AS AT MARCH 31, 2020**

The directors present their report and audited financial statements for the year ended March 31, 2020.

**PRINCIPAL ACTIVITIES:**

The company is established to carry on business of repairing and servicing of Steam and gas turbines and other related businesses.

**STATE OF AFFAIRS:**

The company made a profit of N3,281,645,495.00

**DIRECTORS:**

The first set of directors of the company at the date of this report and those who held offices during the period are as follows:

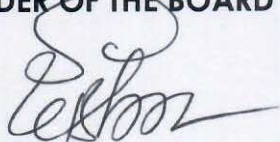
- |                             |  |
|-----------------------------|--|
| Mr. Jitender Kumar Sachdeva | (Indian)                               |
| Mr. Sajja. Kishore Babu     | (Indian)                               |
| Mr. Rakesh Sardana          | (Indian)                               |
| Mr. M. Rajiv Kumar          | (Indian) – (Resigned during the Year)  |
| Mr. Sankar Kolli            | (Indian) – (Appointed during the Year) |

**AUDITORS:**

The auditors, Olukanmi, Olabanji & Co. having indicated their willingness, will continue in office in accordance with Section 357 of the Companies and Allied Matters Act 1990.

**BY ORDER OF THE BOARD**

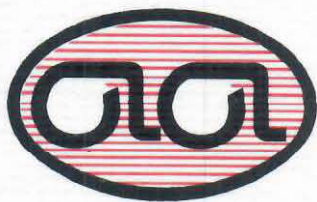
1)



2)







# OLUKANMI, OLABANJI & CO.

CHARTERED ACCOUNTANTS

Head Office: 85, Western Avenue, (Opposite Abalti Barracks) Surulere, Lagos, Nigeria.  
P. O. Box 8076, Marina, Lagos. ☎: 01-8913927

Also Offices in Ibadan and Ilorin

Abuja Office: 1320, Udo Udoma  
Asokoro District

## GTA POWER MECH FZE REPORT OF THE AUDITORS

We have audited the accompanying financial statements of GTA Power Mech FZE: they comprise statement of profit and loss for the period ended March 31, 2020, the financial position and the statement of cash flow for the year then ended and the summary of significant accounting policies and other explanatory notes.

### RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS:

The company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion on those statements based on our audit and to report our opinion to shareholders.

### BASIS OF OPINION:

We conducted our audit in accordance with generally accepted auditing standards. An audit includes examination on a test basis of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements; and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We believe that the audit evidence we have obtained provides us with a reasonable basis for our opinion.

### OPINION:

The financial statements are in agreement with the books of account, which have been properly kept; and we obtained the information and explanations we required.

In our opinion, the financial statements give a true and fair view of the state of the company's financial affairs as at March 31, 2020 and of its financial performance and its cash flows for the period ended on that date and complied with the Companies and Allied Matters Act.

*Olukanmi - Olabanji & Co*  
OLUKANMI, OLABANJI & CO.  
(Chartered Accountants)

LAGOS:





**GTA POWER MECH FZE**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2020**

| PARTICULARS                           | NOTE | 2019-20       |                      | 2018-19     |                      |
|---------------------------------------|------|---------------|----------------------|-------------|----------------------|
|                                       |      |               | N                    |             | N                    |
| <b>ASSETS</b>                         |      |               |                      |             |                      |
| <b><u>Non - Current assets</u></b>    |      |               |                      |             |                      |
| Fixed Assets                          |      |               |                      |             |                      |
| Tangible Assets                       | 3    | 1,023,205,631 |                      | 235,866,083 |                      |
| Less: Accumulated Depreciation        |      | (146,878,017) |                      | (6,383,412) |                      |
| Net Tangible Assets                   |      |               | 876,327,613          |             | 229,482,671          |
| Capital Work In Progress              | 4    |               | 0                    |             | 158,517,836          |
| Total Non-current assets              |      |               | <b>876,327,613</b>   |             | <b>388,000,507</b>   |
| <b><u>Current Assets</u></b>          |      |               |                      |             |                      |
| Inventory                             | 6    |               | 1,186,000            |             | 230,000              |
| Closing Work in Progress              |      |               | 660,270,031          |             | 98,588,197           |
| Trade and other receivables           | 5    |               | 7,488,567,822        |             | 3,850,270,535        |
| Cash and bank balances                | 7    |               | 376,452,648          |             | 1,196,851,489        |
| Total Current Assets                  |      |               | <b>8,526,476,501</b> |             | <b>5,145,940,221</b> |
| <b>TOTAL ASSETS</b>                   |      |               | <b>9,402,804,114</b> |             | <b>5,533,940,728</b> |
| <b>EQUITY AND LIABILITIES</b>         |      |               |                      |             |                      |
| <b><u>Capital and Reserves</u></b>    |      |               |                      |             |                      |
| Retained earnings                     | 8    |               | 3,232,049,559        |             | (49,595,936)         |
| <b>Total Equity</b>                   |      |               | <b>3,232,049,559</b> |             | <b>(49,595,936)</b>  |
| <b><u>Non current liabilities</u></b> |      |               |                      |             |                      |
| Long Term loan                        |      |               |                      |             |                      |
| <b><u>Current Liabilities</u></b>     |      |               |                      |             |                      |
| Trade & Other Payable                 | 9    |               | 6,170,754,556        |             | 5,583,536,664        |
| Total Current Liabilities             |      |               | <b>6,170,754,556</b> |             | <b>5,583,536,664</b> |
| <b>TOTAL EQUITY AND LIABILITIES</b>   |      |               | <b>9,402,804,115</b> |             | <b>5,533,940,728</b> |

  
 \_\_\_\_\_  
 DIRECTOR

  
 \_\_\_\_\_  
 DIRECTOR

**GTA POWER MECH FZE**  
**STATEMENT OF PROFIT OR LOSS ACCOUNT**  
**FOR THE PERIOD ENDED MARCH 31, 2020**

| PARTICULARS                                | NOTE | 2019-20                | 2018-19             |
|--|------|------------------------|---------------------|
|  |      | N                      | N                   |
| <b>Revenue:</b>                            |      |                        |                     |
| Revenue from operations                    | 10   | 9,603,172,682          | -                   |
| Other income                               | 11   | 42,916,958             | 4,556,157           |
| <b>Total Revenue</b>                       |      | <b>9,646,089,640</b>   | <b>4,556,157</b>    |
| <b>Expenses:</b>                           |      |                        |                     |
| Cost of material consumed                  | 12   | 260,800                | 302,741             |
| Changes in Inventories of Work In Progress | 13   | (561,681,834)          | (98,588,197)        |
| Contract execution expenses                | 14   | 6,676,369,216          | 100,807,419         |
| Employee benefits expenses                 | 15   | 33,424,264             | 7,369,792           |
| Finance costs                              | 16   | 40,124,605             | 17,274,630          |
| Depreciation and amortization expenses     | 17   | 140,494,606            | 6,377,377           |
| Other expenses                             | 18   | 35,452,488             | 12,318,017          |
| <b>Total Expenses</b>                      |      | <b>(6,364,444,145)</b> | <b>(45,861,779)</b> |
| <b>Net Profit/(Loss )</b>                  |      | <b>3,281,645,495</b>   | <b>(41,305,622)</b> |
| 4  |      |                        |                     |



**GTA POWER MECH FZE**  
**STATEMENT OF CASHFLOW**  
**FOR THE PERIOD ENDED MARCH 31, 2020**

| PARTICULARS                                       | 2019-20              | 2018-19              |
|---|----------------------|----------------------|
|   | N                    | N                    |
| <b>Profit / ( Loss ) before taxation .</b>        | 3,281,645,495        | (41,305,622)         |
| Adjustment of Non Cash items :                    |                      |                      |
| Loss / Profit on disposal of fixed assets         | -                    | -                    |
| Depreciation on fixed assets                      | 140,494,606          | 6,377,377            |
|   | 3,422,140,101        | (34,928,245)         |
| Changes in working capital:                       |                      |                      |
| Inventory   | (562,637,834)        | <b>(98,818,197)</b>  |
| Debtors   | (3,638,297,287)      | (3,847,820,535)      |
| Creditors   | 587,217,892          | 5,540,650,014        |
| <b>A.Cash flows from operating activities:</b>    | <b>(191,577,129)</b> | <b>1,559,083,037</b> |
| <b>B.Cash flows from investing activities:</b>    |                      |                      |
| Acquisition of fixed assets                       | (628,821,712)        | (392,467,819)        |
| Proceeds from disposal of asset                   |                      |                      |
|   | <b>(628,821,712)</b> | <b>(392,467,819)</b> |
| <b>C.Cash flows from financing activities:</b>    |                      |                      |
| Loan from affiliated companies                    | -                    | -                    |
| <b>Total cash flows (A+B+C)</b>                   | <b>(820,398,841)</b> | <b>1,166,615,219</b> |
| Cash and cash equivalent at beginning of the year | <b>1,196,851,489</b> | <b>30,236,270</b>    |
| Cash and cash equivalent at the end of the year   | <b>376,452,648</b>   | <b>1,196,851,489</b> |
| <b>Represented by :</b>                           |                      |                      |
| Cash and Bank balances                            | 376,452,648          | 1,196,851,489        |
| Bank overdraft                                    | -                    |                      |
|   | <b>376,452,648</b>   | <b>1,196,851,489</b> |

**GTA POWER MECH FZE**  
**STATEMENT OF CHANGE IN EQUITY**  
**FOR THE PERIOD ENDED MARCH 31, 2020**

|                              | SHARE<br>CAPITAL<br>N | RETAINED<br>EARNING<br>N | TOTAL<br>N           |
|------------------------------|-----------------------|--------------------------|----------------------|
| At April 1st, 2019           | -                     | (49,595,936)             | <u>(49,595,936)</u>  |
| Addition during the year     | -                     |                          | -                    |
| Profit/ (loss ) for the year | <u>-</u>              | <u>3,281,645,495</u>     | <u>3,281,645,495</u> |
| At March 31st, 2020          | <u>-</u>              | <u>3,232,049,559</u>     | <u>3,232,049,559</u> |



**GTA POWER MECH FZE**  
**NOTES TO THE ACCOUNTS**  
**AT MARCH 31, 2020**

**1 GENERAL INFORMATION**

The company is a private limited liability company. It was registered as an enterprise in Dangote FZ in Lekki FTZ on November 2, 2017 and commenced business on February 27, 2018

**1.2 Going concern**

The directors believe that there is no intention or threat from any source to curtail the company's line of business in the foreseeable future. Hence these financial statements are prepared on going concern basis.

**1.3 Financial period**

This set of financial statements cover the period from April 1st, 2019 to March 31st, 2020 with comparative figures for the year ended March 31st, 2019.

**2 Significant accounting policies**

**2.1 Basis of preparation**

The financial statements have been prepared on the historical cost basis. The historical cost is generally based on the fair value of the consideration given in exchange for assets.

**2.2 Revenue recognition**

Revenue is measured as the fair value of the consideration received or receivable and represents amount receivable for goods and services provided in the normal course of business, net of discounts .

**2.3 Taxation**

The company is not liable to any form of taxation.

**2.4 Fixed Assets**

Fixed assets when acquired will be stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on straight line basis at rates deemed appropriate to write off the cost of the assets to their residual values over their expected useful lives using the following rates:

|                                 |          |
|---------------------------------|----------|
| Plant & Machinery               | 8% - 20% |
| Equipment, Furniture & fittings | 20%      |
| Motor Vehicle                   | 20%      |
| Computers                       | 25%      |

## NOTE 3- FIXED ASSETS

### DEPRECIATION STATEMENT AS ON 31.03.2020 (6040)

| S.NO | NAME OF THE ASSET    | GROSS BLOCK      |             |           |                  | DEPRECIATION     |                           |           |                      | NET BLOCK        |                  |
|------|----------------------|------------------|-------------|-----------|------------------|------------------|---------------------------|-----------|----------------------|------------------|------------------|
|      |                      | AS ON 01.04.2019 | ADDITIONS   | DELETIONS | AS ON 31.03.2020 | AS ON 31.03.2019 | DEPRECIATION FOR THE YEAR | DELETIONS | DEPR UPTO 31.03.2020 | AS ON 31.03.2020 | AS ON 31.03.2019 |
| (A)  | TANGIBLE ASSETS :    |                  |             |           |                  |                  |                           |           |                      |                  |                  |
| 1    | Land                 | -                | -           | -         | -                | -                | -                         | -         | -                    | -                | -                |
| 2    | Office Buildings     | -                | -           | -         | -                | -                | -                         | -         | -                    | -                | -                |
| 3    | Plant and Machinery  | -                | 63,608,051  | -         | 63,608,051       | -                | 7,913,552                 | -         | 7,913,552            | 55,694,499       | -                |
| 4    | Furniture and Fixtur | 3,715,000        | 472,154     | -         | 4,187,154        | 641,932          | 2,018,835                 | -         | 2,660,767            | 1,526,387        | 3,073,068        |
| 5    | Computers            | 931,298          | 1,129,480   | -         | 2,060,778        | 75,078           | 327,598                   | -         | 406,675              | 1,654,103        | 852,220          |
| 6    | Office Equipment     | 29,470,819       | 1,699,450   | -         | 30,570,269       | 1,796,834        | 5,692,045                 | -         | 7,488,879            | 23,081,391       | 27,673,986       |
| 7    | Mobiles              | 153,000          | -           | -         | 153,000          | 82,364           | 62,814                    | -         | 145,178              | 7,822            | 70,636           |
| 8    | Cars & Jeeps         | 10,317,500       | 9,300,000   | -         | 19,617,500       | 880,804          | 3,133,497                 | -         | 4,014,301            | 15,603,199       | 9,436,696        |
| 9    | Vehicles             | -                | 59,251,625  | -         | 59,261,625       | -                | 9,380,580                 | -         | 9,380,580            | 49,881,045       | -                |
| 10   | Cranes               | -91,278,465      | 486,022,484 | -         | 677,360,949      | 2,902,401        | 52,347,760                | -         | 55,250,161           | 622,050,788      | 188,376,064      |
| 11   | Temporary Sheds      | -                | 166,446,304 | -         | 166,446,304      | -                | 59,617,925                | -         | 59,617,925           | 106,828,379      | -                |
|      | Total                | 235,866,083      | 787,339,548 | -         | 1,023,205,631    | 6,383,412        | 140,494,606               | -         | 146,878,017          | 876,327,613      | 229,482,671      |
| (B)  | INTANGIBLE ASSETS :  |                  |             |           |                  |                  |                           |           |                      |                  |                  |
| 1    | Computer Software    | -                | -           | -         | -                | -                | -                         | -         | -                    | -                | -                |
|      | Total                | -                | -           | -         | -                | -                | -                         | -         | -                    | -                | -                |
|      | Grand Total          | 235,866,083      | 787,339,548 | -         | 1,023,205,631    | 6,383,412        | 140,494,606               | -         | 146,878,017          | 876,327,613      | 229,482,671      |



**GTA POWER MECH FZE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED MARCH 31, 2020**

| PARTICULARS                                       | NOTE | 2019-20              | 2018-19              |
|---|------|----------------------|----------------------|
|   |      | N                    | N                    |
| <b>4 CAPITAL WORK IN PROGRESS</b>                 |      |                      |                      |
| Site office, Fabrication sheds & Yard Development |      | -                    | 158,517,836          |
| Plant & Machinery                                 |      | -                    | -                    |
|   |      | -                    | <b>158,517,836</b>   |
| <b>5 TRADE AND OTHER RECEIVABLES</b>              |      |                      |                      |
| <b>Trade Receivables</b>                          |      |                      |                      |
| Sundry Debtors                                    |      | 3,975,532,371        | -                    |
| Advances to sub-contractors                       |      | 615,795,244          | 900,144,960          |
| Advances to Supplier                              |      | 4,157,865            |                      |
| Advance for Capital Assets                        |      |                      | 112,664,400          |
| Advance to Affiliated companies                   |      | 2,395,016,000        | 1,446,016,000        |
| <b>Other Receivables</b>                          |      |                      |                      |
| Prepaid Expenses                                  |      | 4,142,426            | 19,583,055           |
| Advance to Employees                              |      | 1,243,917            | 346,689              |
| Margin money with the bank against BG's           |      | 492,480,000          | 1,371,415,432        |
| Rent/Gas/Other Deposits                           |      | 200,000              | 100,000              |
|   |      | <b>7,488,567,822</b> | <b>3,850,270,535</b> |
| <b>6 INVENTORY</b>                                |      |                      |                      |
| STOCK OF CONSUMABLES                              |      | 978,000              |                      |
| SPARES  |      | 65,000               |                      |
| STOCK OF HSD                                      |      | 143,000              |                      |
|   |      | <b>1,186,000</b>     | <b>0</b>             |
| <b>7 BANK AND CASH BALANCES</b>                   |      |                      |                      |
| Bank balances                                     |      | 194,438,422          | 1,196,500,964        |
| Cash balances                                     |      | 1,413,624            | 350,525              |
| Investment in Fixed Deposit                       |      | 180,600,602          |                      |
|   |      | <b>376,452,648</b>   | <b>1,196,851,489</b> |
|   | 9    |                      |                      |

**GTA POWER MECH FZE****NOTES TO THE FINANCIAL STATEMENTS****FOR THE PERIOD ENDED MARCH 31, 2020**

| PARTICULARS                        | NOTE | 2019-20              | 2018-19              |
|------------------------------------|------|----------------------|----------------------|
|                                    |      | N                    | N                    |
| <b>8 RESERVE &amp; SURPLUS</b>     |      |                      |                      |
| As at Oct 1 st                     |      | (49,595,936)         | (8,290,314)          |
| Profit for the Period              |      | 3,281,645,495        | (41,305,622)         |
|                                    |      | <b>3,232,049,559</b> | <b>(49,595,936)</b>  |
| <b>9 TRADE AND OTHER PAYABLES</b>  |      |                      |                      |
| <b><u>Trade Payables</u></b>       |      |                      |                      |
| Creditor for supplies              |      | 23,649,350           | 38,615,333           |
| Creditor for sub-contractors       |      | 3,150,458,172        | 17,671,405           |
| Creditor for Capital Assets        |      | 0                    |                      |
| Mobilization advance from Customer |      | 2,907,415,508        | 5,483,430,400        |
| Creditor for others                |      | 6,138,644            | 6,550,282            |
| <b><u>Other Payables</u></b>       |      |                      |                      |
| Loan from affiliated companies     |      | 36,000,000           | 36,000,000           |
| Other payables                     |      | 45,360,000           | 58,000               |
| Salaries payable                   |      | 1,552,775            | 1,211,244            |
| Accrued Interest                   |      | 180,108              | -                    |
|                                    |      | <b>6,170,754,556</b> | <b>5,583,536,664</b> |
|                                    | 10   |                      |                      |



**GTA POWER MECH FZE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED MARCH 31, 2020**

| PARTICULARS  | NOTE      | 2019-20              | 2018-19            |
|--|-----------|----------------------|--------------------|
|  |           | N                    | N                  |
| <b>10 Revenue from Operation</b>                     |           |                      |                    |
| Revenue from Operation                               |           | 9,603,172,682        | -                  |
|  |           | <b>9,603,172,682</b> | <b>0</b>           |
| <b>11 Other Income</b>                               |           |                      |                    |
| Interest on Deposits with Banks                      |           | 38,205,831           | 3,449,360          |
| Insurance Claim                                      |           | 1,393,257            | -                  |
| Foreign Exchange Gain                                |           | 3,317,870            | 1,106,796          |
|  |           | <b>42,916,958</b>    | <b>4,556,157</b>   |
| <b>12 Cost of materials consumed</b>                 |           |                      |                    |
| Stores & Consumables                                 |           | 260,800              | 302,741            |
|  |           | <b>260,800</b>       | <b>302,741</b>     |
| <b>13 Changes in Inventories of Work In Progress</b> |           |                      |                    |
| Closing Work In Progress                             |           | 561,681,834          | 98,588,197         |
|  |           | <b>561,681,834</b>   | <b>98,588,197</b>  |
| <b>14 Contract execution expenses</b>                |           |                      |                    |
| Sub-contract Expenses                                |           | 6,145,021,016        | 68,886,008         |
| Travel Projects                                      |           | 6,914,437            | 4,890,016          |
| Transport charges                                    |           | 605,000              | 1,233,755          |
| Vehicle maintenance                                  |           | 53,866,984           | 1,759,089          |
| Travelling & conveyance                              |           | 3,210,550            | 1,207,337          |
| Visa & Stamping Expenses                             |           | 456,231,719          | 22,687,008         |
| Insurance  |           | 2,122,422            | 55,206             |
| Clearing Charges                                     |           | 8,020,684            |                    |
| Inspection & Calibration charges                     |           | 376,404              | 89,000             |
|  |           | <b>6,676,369,216</b> | <b>100,807,419</b> |
|  | <b>11</b> |                      |                    |

**GTA POWER MECH FZE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED MARCH 31, 2020**

| PARTICULARS                                      | NOTE      | 2019-20            | 2018-19           |
|--|-----------|--------------------|-------------------|
|  |           | N                  | N                 |
| <b>15 Employee benefits expenses</b>             |           |                    |                   |
| Salaries   |           | 19,517,053         | 6,319,439         |
| Staff & workers welfare Expenses                 |           | 13,491,684         | 1,026,683         |
| Medical Expenses                                 |           | 415,527            | 23,670            |
|  |           | <b>33,424,264</b>  | <b>7,369,792</b>  |
| <b>16 Finance costs</b>                          |           |                    |                   |
| Bank charges                                     |           | 40,124,605         | 16,125,482        |
| LC Charges                                       |           | -                  | 1,149,148         |
|  |           | <b>40,124,605</b>  | <b>17,274,630</b> |
| <b>17 Depreciation and amortisation expenses</b> |           |                    |                   |
| Depreciation                                     |           | 140,494,606        | 6,377,377         |
|  |           | <b>140,494,606</b> | <b>6,377,377</b>  |
| <b>18 Other expenses</b>                         |           |                    |                   |
| Guest house Expenses                             |           | 2,084,770          | 4,076,191         |
| Hotel boarding & lodging Exp.                    |           | 302,580            | 18,900            |
| Audit Fee  |           | 3,061,606          | 308,000           |
| Office Expenses                                  |           | 11,301,990         | 890,132           |
| Rent   |           | 4,187,500          | 3,166,667         |
| Registration Expenses                            |           | 1,875,120          | 1,125,000         |
| Commission & Brokerage Exp.                      |           | -                  | 300,000           |
| Postage & Telegrams                              |           | 427,150            | 72,608            |
| Printing & Stationery                            |           | 801,290            | 485,678           |
| Telephone & Fax charges                          |           | 1,346,841          | 833,072           |
| Computer Maintenance                             |           | 20,000             | 20,800            |
| T&P Consumable Consume                           |           | 504,000            | -                 |
| Professional Charges                             |           | 1,000,000          | -                 |
| Other Fees                                       |           | -                  | -                 |
| Forex loss                                       |           | 7,574,540          | 862,975           |
| Festival Expenses                                |           | -                  | 152,900           |
| Rates & Taxes                                    |           | 965,948            | 5,000             |
| Rounding Differences                             |           | (845)              | 94                |
|  |           | <b>35,452,488</b>  | <b>12,318,017</b> |
|  | <b>12</b> |                    |                   |