

GTA POWER MECH NIGERIA LIMITED
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GTA POWER MECH NIGERIA LIMITED
REPORT OF THE DIRECTORS
AS AT MARCH 31, 2019

The directors present their report and audited financial statements for the year ended March 31, 2018.

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 N2,567,730 after tax

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)

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



OLUKANMI, OLABANJI & CO.

CHARTERED ACCOUNTANTS

Head Office: 85, Western Avenue, (Opposite Abalti Barracks) Surulere, Lagos, Nigeria.
P. O. Box 8076, Marina, Lagos. ☎: 08033560427

Also Offices in Abuja, Ibadan and Ilorin

GTA POWER MECH NIGERIA LIMITED REPORT OF THE AUDITORS

We have audited the accompanying financial statements of GTA Power Mech Nigeria Limited; they comprise statement of profit and loss for the year ended March 31, 2019, 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, 2019 and of its financial performance and its cash flows for the year ended on that date and complied with the Companies and Allied Matters Act.

OLUKANMI, OLABANJI & CO.
(Chartered Accountants)

LAGOS:

GTA POWER MECH NIGERIA LIMITED
STATEMENT OF PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED MARCH 31, 2019

PARTICULARS	NOTE	2019	2018
		N	N
Revenue:			
Revenue from operations	3	14,489,525	27,415,226
Other Income	4	-	9,572,878
Total Revenue		14,489,525	36,988,104
Expenses:			
Cost of Sales	5	6,081,730	19,677,244
Changes in inventories of work-in-progress	6	(275,502)	-
Investment Income		-	-
Administrative & Other Expenses	7	6,040,065	29,602,128
Selling and distribution expenses		-	-
Total Expenses		11,846,293	49,279,372
Profit / (Loss) before tax		2,643,232	(12,291,268)
Taxation provision	8	(75,502)	-
Profit / (Loss) after taxation		2,567,730	(12,291,268)

GTA POWER MECH NIGERIA LIMITED
STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2019

PARTICULARS	NOTE	2019	2018
		N	N
ASSETS			
<u>Non - Current assets</u>			
Fixed Assets	9	4,135,052	5,266,910
Total Non-current assets		4,135,052	5,266,910
<u>Current Assets</u>			
Inventory		-	-
Closing Work in Progress		275,502	-
Trade and other receivables	10	11,739,345	10,594,087
Cash and bank balances	11	2,251,031	2,552,078
Total Current Assets		14,265,878	13,146,165
TOTAL ASSETS		18,400,930	18,413,075
EQUITY AND LIABILITIES			
<u>Capital and Reserves</u>			
Share Capital	12	30,000,000	30,000,000
Retained earnings	13	(20,953,170)	(23,520,900)
Total Equity		9,046,830	6,479,100
<u>Non current liabilities</u>			
Long Term loan		-	-
<u>Current Liabilities</u>			
Trade & Other Payable	14	9,354,100	11,933,975
Total Current Liabilities		9,354,100	11,933,975
TOTAL EQUITY AND LIABILITIES		18,400,930	18,413,075

DIRECTORS

GTA POWER MECH NIGERIA LIMITED**STATEMENT OF CASHFLOW****FOR THE YEAR ENDED MARCH 31, 2019**

PARTICULARS	2019	2018
	N	N
Profit / (Loss) before taxation .	2,567,730	(12,291,268)
Adjustment of Non Cash items :		
Loss / Profit on disposal of fixed assets	-	-
Depreciation on fixed assets	1,131,859	602,740
	3,699,589	(11,688,528)
Changes in working capital:		
Inventory	(275,502)	
Debtors	(1,145,258)	(7,866,064)
Creditors	(2,579,875)	1,270,089
A.Cash flows from operating activities:	(301,046)	(18,284,503)
B.Cash flows from investing activities:		
Acquisition of fixed assets	-	(5,869,650)
Proceeds from disposal of asset	-	-
	-	(5,869,650)
C.Cash flows from financing activities:		
Injection of share capital	-	-
Total cash flows (A+B+C)	(301,046)	(24,154,153)
Cash and cash equivalent at beginning of the year	2,552,078	26,706,231
Cash and cash equivalent at the end of the year	2,251,032	2,552,078
Represented by :		
Cash and Bank balances	2,251,032	2,552,078
Bank overdraft	-	-
	2,251,032	2,552,078

GTA POWER MECH NIGERIA LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED MARCH 31, 2019.

	<u>Share capital</u>	<u>Retained Earnings</u>	<u>Total</u>
Balance at 1 st April 2018	30,000,000	(23,520,900)	6,479,100
Profit/Loss for the year	-	2,567,730	2,567,730
Balance at 31 st March,2019	<u>30,000,000</u>	<u>(20,953,170)</u>	<u>9,046,830</u>

GTA POWER MECH NIGERIA LIMITED
NOTES TO THE ACCOUNTS
AT MARCH 31, 2019

1 GENERAL INFORMATION

The company was incorporated on March 8, 2016 and commenced business immediately.

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

These financial statements cover the period from April 1st, 2018 to March 31st, 2019 with comparative figures for the year ended March 31, 2018.

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 and VAT and other taxes.

2.3 Taxation

Income tax, where and when applicable, represents the sum of tax currently payable.

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%

GTA POWER MECH NIGERIA LIMITED
NOTES TO THE FINANCIAL STATEMENTS
AT MARCH 31, 2019

PARTICULARS	NOTE	2019	2018
		N	N
3 Revenue from Operation			
Tiga-Project Income		14,489,525	27,415,226
4 OTHER INCOME			
Foreign Exchange Gain		-	3,922,197
Other Income		-	5,650,681
		-	9,572,878
5 COST OF SALES			
Consumables and Spares		1,164,830	3,166,812
Wages		-	3,534,600
Machinery Hire Charges		298,500	7,041,500
Boiler Package Expenses		4,502,200	3,342,000
Rent for Project sites		-	825,205
Repairs and Machinery		16,900	15,000
Transport Charges		-	19,500
Electricity Charges		-	916,677
Vehicle Maintenance		99,300	815,950
		6,081,730	19,677,244
6 Changes of inventories of WIP		(275,502)	-
7 ADMIN AND OTHER EXPENSES			
Salaries		3,049,510	6,349,731
PAYE tax		86,483	164,194
Staff & Workers Welfare Exp.		737,580	1,387,366
Medical Expenses		39,210	15,000
Professional and consultancy fees		-	4,251,906
Hotel Boarding & Lodging		-	693,494
Festival Expenses		14,870	56,100
Registration Expenses		-	2,523,852
Travelling and Conveyance-Local		23,600	181,060
Books and Periodicals		-	7,500
Rates & Taxes		5,400	65,825
Finance costs		16,183	(3,494)
Marketing expenses		-	31,550
Insurance		102,000	-
Visa and immigration expenses		-	5,752,973
Telephone expenses		116,500	327,400
Travel projects-Overseas		328,250	6,687,489
Computer Maintenance		10,000	14,830
Office Expenses		-	53,270
Postage and Telegram		36,300	133,872
Printing and Stationery		13,820	77,970
Depreciation		1,131,859	602,740
Audit fees		328,500	227,500
		6,040,065	29,602,128
8 TAXATION			
Company income tax		-	-
Education levy		75,502	-
		75,502	-
B/fwd		-	-
Payment during the year		-	-
Balance per Balance sheet		75,502	-

GTA POWER MECH NIGERIA LIMITED
NOTES TO THE FINANCIAL STATEMENTS AT MARCH 31, 2019

NOTE:9- FIXED ASSETS

S.NO	NAME OF THE ASSET	GROSS BLOCK			DEPRECIATION			NET BLOCK		
		AS ON 01.04.2018	ADDITIONS	DELETIONS	AS ON 31.03.2019	DEPRECIATION FOR THE YEAR	DELETIONS	DEPR UP TO 31.03.2019	AS ON 31.03.2019	AS ON 31.03.2018
(A)	TANGIBLE ASSETS :									
1	Land	-	-	-	-	-	-	-	-	-
2	Office Buildings	-	-	-	-	-	-	-	-	-
3	Plant and Machinery	-	-	-	-	-	-	-	-	-
4	Furniture and Fixtur	-	-	-	-	-	-	-	-	-
5	Computers	350,000	-	-	350,000	83,125	-	105,470	244,530	327,655
6	Office Equipment	-	-	-	-	-	-	-	-	-
7	Mobiles	-	-	-	-	-	-	-	-	-
8	Cars & Jeeps	5,519,650	-	-	5,519,650	1,048,734	-	1,629,128	3,890,522	4,939,255
9	Vehicles	-	-	-	-	-	-	-	-	-
10	Cranes	-	-	-	-	-	-	-	-	-
11	Temporary Sheds	-	-	-	-	-	-	-	-	-
	Total	5,869,650	-	-	5,869,650	1,131,859	-	1,734,598	4,135,052	5,266,911
(B)	INTANGIBLE ASSETS :									
1	Power Mech Brand	-	-	-	-	-	-	-	-	-
2	Computer Software	-	-	-	-	-	-	-	-	-
	Total	-	-	-	-	-	-	-	-	-
	Grand Total	5,869,650	-	-	5,869,650	1,131,859	-	1,734,598	4,135,052	5,266,911

GTA POWER MECH NIGERIA LIMITED
NOTES TO THE FINANCIAL STATEMENTS
AS AT MARCH 31, 2019

PARTICULARS	2019	2018
	N	N
10 TRADE AND OTHER RECEIVABLES		
<u>Trade Debtors</u>		
Due from Skipper Nigeria Limited.	9,644,106	760,229
	9,644,106	760,229
<u>Other Receivables</u>		
Other Debtors and advances	-	5,650,681
Retention money with Customer	-	2,112,952
Advance to employees	-	609,112
VAT receivable	-	90,350
WHT receivable	2,095,239	1,370,763
	2,095,239	9,833,858
Total	11,739,345	10,594,087
11 BANK AND CASH BALANCES		
Bank balances	2,239,072	2,501,597
Cash balances	11,959	50,481
	2,251,031	2,552,078
12 SHARE CAPITAL		
Authorised		
30,000,000 ordinary shares of N1.00 naria each	30,000,000	30,000,000
Issued and fully paid		
30,000,000 ordinary shares of N1.00 naria each	30,000,000	30,000,000
13 RETAINED EARNINGS		
As at April 1st	(23,520,900)	(11,229,632)
Profit/(Loss) for the year	2,567,730	(12,291,268)
	(20,953,170)	(23,520,900)
14 TRADE AND OTHER PAYABLES		
<u>Trade Payables</u>		
Due to Skipper Nig Ltd		-
Creditor for Others		-
Creditor for Suppliers	618,540	548,540
Creditor for Sub-Contractors	129,462	129,462
Provision for expenses	8,348,959	9,674,796
	9,096,961	10,352,798
<u>Other Payables</u>		
Other Payable	46,222	917,547
PAYE tax payable	25,415	125,626
WHT Payable	-	110,100
Education Tax Payable	75,502	-
VAT Payable	110,000	427,904
	257,139	1,581,177
Total	9,354,100	11,933,975