

**GATI IMPORT EXPORT TRADING LIMITED**

CIN: U60232TG2008PLC057692

Balance Sheet as at March 31, 2024

(Rupees in Lacs)

Particulars	Notes	As at March 31, 2024	As at March 31, 2023
<b>Assets</b>			
<b>Financial Assets</b>			
Security Deposits	5	3	3
<b>Total Non-Current Assets</b>		3	3
<b>Current Assets</b>			
Inventories	6	-	-
<b>Financial Assets</b>			
Trade Receivables	7	-	-
Cash & Cash Equivalents	8	9	69
Bank Balances other than above	9	26	27
Other Non Current Financial Assets	10	81	-
Other Current Financial Assets	11	1	0
Loans & Advances	12	25	24
Other Current Assets	13	38	69
Asset Classified - Held for Sale	14	4	4
<b>Total Current Assets</b>		184	193
<b>Total Assets</b>		187	197
<b>Equity &amp; Liabilities</b>			
<b>Equity</b>			
Equity Share Capital	15	230	230
Other Equity	16	(187)	(183)
<b>Total Equity</b>		43	47
<b>Liabilities</b>			
<b>Current Liabilities</b>			
<b>Financial Liabilities</b>			
Trade Payables	17	133	125
Other Financial Liabilities	18	11	24
Other Current Liabilities	19	0	0
<b>Current Liabilities</b>		144	149
<b>Total Liabilities</b>		144	149
<b>Total Equity &amp; Liabilities</b>		187	197

The Notes form an integral part of these Financial Statements

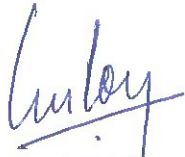
1 - 31

In terms of our Report of even date

For Laxminivas & Co.

Chartered Accountants

Firm Regn No. 011168S



Guharoy Ashish Kumar

Partner

Membership No.- 018659

Place: Hyderabad

Date: 14th May 2024



For and on behalf of the Board



Airish T Mathew

Director

DIN: 07995480

Vivek Agaywalla

Director

DIN: 09939287

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**GATI IMPORT EXPORT TRADING LIMITED**

CIN: U60232TG2008PLC057692

Statement of Profit and Loss for the period ended March 31, 2024

(Rupees in Lacs)

Particulars	Notes	Period ended March 31, 2024	Year ended March 31, 2023
<b>REVENUE :</b>			
Revenue from operations	20	-	-
Other Income	21	28	12
<b>Total Revenue</b>		<b>28</b>	<b>12</b>
<b>EXPENSES :</b>			
Changes in inventories of Stock-in-Trade	22	-	0
Other Expenses	23	32	17
<b>Total Expense</b>		<b>32</b>	<b>17</b>
<b>Profit Before Tax and Exceptional items</b>		<b>(4)</b>	<b>(6)</b>
Exceptional Items	23	-	-
<b>Profit Before Tax</b>		<b>(4)</b>	<b>(6)</b>
Tax Expense:			
Current tax		-	-
<b>Total Tax Expenses</b>		<b>-</b>	<b>-</b>
<b>Profit for the year</b>		<b>(4)</b>	<b>(6)</b>
<b>Total Comprehensive Income for the year</b>		<b>(4)</b>	<b>(6)</b>

Earnings per share of Rs 10/-

24

(0.19)

(0.24)

The Notes form an integral part of these Financial Statements

1 - 31

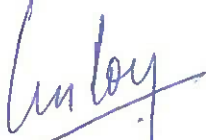
In terms of our report of even date

For and on behalf of the Board

For Laxminivas & Co.

Chartered Accountants

Firm Regn No. 011168S



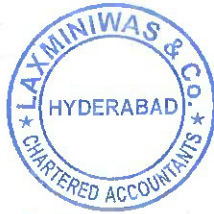
**Guharoy Ashish Kumar**

Partner

Membership No.- 018659

Place: Hyderabad

Date: 14th May 2024



**Anish T Mathew**

Director

DIN: 07995480

**Vivek Agarwalla**

Director

DIN: 09839287



**GATI IMPORT EXPORT TRADING LIMITED**

CIN: U60232TG2008PLC057692

Statement of Cash flows for the period ended 31st March, 2024

(Rupees in Lacs)

PARTICULARS	Year ended March 31, 2024	Year ended March 31, 2023
<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net Profit/ (Loss) after tax as per Statement of Profit and Loss	(4)	(6)
Add: Provision for current tax and deferred tax	-	-
Net profit/(Loss) before taxation	(4)	(6)
<b>Operating profits/ (Loss) before working capital changes</b>	<b>(4)</b>	<b>(6)</b>
<b>Changes in Working Capital:</b>		
<b>Current Assets :</b>		
(Increase)/Decrease in Other Non-current Financial Assets	(81)	
(Increase)/Decrease in Other current Financial Assets	(1)	(2)
(Increase)/Decrease in Other current Assets	31	12
<b>Current Liabilities :</b>		
Increase/(Decrease) in Other Current Liabilities	(0)	0
Increase/(Decrease) in Other Financial Liabilities	(13)	(15)
Increase/(Decrease) in Trade payables	8	(3)
<b>Cash generated from operations</b>	<b>(60)</b>	<b>(14)</b>
Taxes Paid (Net of Refund)	-	-
<b>Net Cash flow from Operating Activities (A)</b>	<b>(60)</b>	<b>(14)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Proceeds from Sale of Assets	-	-
Loans & Advances	(1)	(24)
Investment in/Proceeds from bank Fixed Deposit (Net)	2	2
<b>Net Cash from Investing Activities (B)</b>	<b>0</b>	<b>(22)</b>
<b>Net Increase / (Decrease) in Cash and Cash equivalents [(A)+(B)+(C)]</b>	<b>(60)</b>	<b>(35)</b>
Cash and Cash equivalents in the beginning of the year	69	105
Cash and Cash equivalents in the end of the year	9	69

**Notes :**

- Cash flow statement has been prepared under the indirect method as set out Indian Accounting standard - 7 "Statement of Cash Flow"
  - Previous year figures have been regrouped / reclassified, where ever necessary.
- The Notes form an integral part of these Financial Statements

In terms of our report of even date

For and on behalf of the Board

For Laxminivas & Co.  
Chartered Accountants  
Firm Regn No. 011168S

Guharoy Ashish Kumar  
Partner  
Membership No. - 018659  
Place: Hyderabad  
Date: 14th May 2024



Anish T Mathew  
Director  
DIN: 07995480

Vivek Agarwalla  
Director  
DIN: 09889287

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**GATI IMPORT EXPORT TRADING LIMITED**  
**CIN: U60232TG2008PLC057692**  
**Statement of Changes in Equity for the year ended March 31, 2024**

**A) Equity Share Capital**

Particulars	(Rupees in Lacs)	
	Amount	Amount
Balance as at April 1, 2023	230	230
Changes in Equity Share Capital due to prior period errors	-	-
Restated Balance as at April 1, 2023	230	230
Changes in equity share capital during the year	-	-
Balance as at 31st March, 2024	230	230
Balance as at April 1, 2022	230	230
Changes in Equity Share Capital due to prior period errors	-	-
Restated Balance as at April 1, 2022	230	230
Changes in equity share capital during the year	-	-
Balance as at 31st March, 2023	230	230

**B) Other Equity**

Particulars	Share application money pending allotment	Equity component of compound Financial instruments	Reserves and Surplus			Equity instrument through other comprehensive income	Other of other comprehensive income	Money received against share warrant	Total Other Equity
			Securities Premium	Capital Reserve	General Reserve				
Balance at April 1, 2022	-	-	-	-	-	-	-	-	(177)
Changes in Accounting Policy or Prior period errors	-	-	-	-	-	-	-	-	-
Restated Balance as at April 1, 2022	-	-	-	-	-	-	-	-	-
Total Comprehensive Income	-	-	-	-	-	-	-	-	(6)
Dividends	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	-	-
Balance at March 31, 2023	-	-	-	-	-	-	-	-	(183)
Changes in Accounting Policy or Prior period errors	-	-	-	-	-	-	-	-	-
Restated Balance as at April 1, 2023	-	-	-	-	-	-	-	-	-
Total Comprehensive Income	-	-	-	-	-	-	-	-	(4)
Dividends	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	-	-
Balance at March 31, 2024	-	-	-	-	-	-	-	-	(187)

The accompanying notes form an integral part of these financial statement

In terms of our Report of even date  
 For Laxminivas & Co.  
 Chartered Accountants  
 Firm Regn No. 011168S

*Lakshmi*  
 Gulnara Ashish Kumar  
 Partner



Membership No.- 018659  
 Place: Hyderabad  
 Date: 14th May 2024

For and on behalf of the Board



*Anish T Mathew*  
 Anish T Mathew  
 Director  
 DIN: 07995480

*Vivek Agarwala*  
 Vivek Agarwala  
 Director  
 DIN: 09639287

GATI IMPORT EXPORT TRADING LIMITED

CIN: U60232TG2008PLC057692

Notes to Financial Statements for the period ended March 31, 2024

(Rupees In Lacs)

Notes	PARTICULARS	As at March 31, 2024	As at March 31, 2023
5	<b>DEPOSITS</b>		
	Deposits with Bank More than 12 Months	3	3
	Security Deposits	0	0
		<b>3</b>	<b>3</b>
6	<b>INVENTORIES</b>		
	Stock in Trade	-	56
	Provision For Stock	-	(56)
	(At lower of cost and net realizable value)	-	-
7	<b>TRADE RECEIVABLES</b>		
	<b>Unsecured , considered good</b>		
	Considered Good	-	6
	Provision for Bad Debts	-	(6)
		-	-
8	<b>CASH AND CASH EQUIVALENTS</b>		
	Cash in Hand	-	-
	<b>Balances with Banks</b>		
	In Current Accounts	9	69
	In Deposit Accounts	-	-
		<b>9</b>	<b>69</b>
9	<b>Bank Balances other than above</b>		
	Deposit with Banks with more than 3 months	26	27
		<b>26</b>	<b>27</b>
10	<b>OTHER NON CURRENT FINANCIAL ASSETS</b>		
	GST Payments under Protest	81	-
		<b>81</b>	<b>-</b>
11	<b>OTHER CURRENT FINANCIAL ASSETS</b>		
	Interest Accrued but not yet received	1	0
		<b>1</b>	<b>0</b>
12	<b>Loans &amp; Advances</b>		
	Inter-Corporate Deposits (ICD's)	25	24
		<b>25</b>	<b>24</b>
13	<b>OTHER CURRENT ASSETS</b>		
	Input Tax Credit Receivable	36	67
	Other Receivables	2	1
	Tax Deduction at Source	0	1
		<b>38</b>	<b>69</b>



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**GATI IMPORT EXPORT TRADING LIMITED**

CIN: U60232TG2008PLC057692

Notes to Financial Statements for the period ended March 31, 2024

(Rupees In Lacs)

Notes	PARTICULARS	As at March 31, 2024	As at March 31, 2023
14	<b>ASSET CLASSIFIED - HELD FOR SALE</b> Free Hold Land	4	4
		4	4

Note:

- The Company Gati Import Export Trading Limited ('GIETL') owned and possessed a parcel land admeasuring 4 Kanals 16 Marlas under Kila No. 19/1/1(5-1) of 131 / 137 part Bakdar at Mauja Prithala, Haryana.
- Out of the total land owned by GIETL an area admeasuring 13 Marlas has been acquired by the department of Dedicated Freight Corridor Corporation of India Limited ('DFCCIL') for public purposes ("Land in Acquisition") vide its inter departmental notification no. 199 dated 12.11.2020.
- GIETL became the owner of the revised area of 04 Kanal 03 Marla ("Left Over Land") and the entire parcel of the Left Over Land was sold to the Buyer / Transferee by GIETL during FY 2021-22.
- The compensation award to be paid to the land owners in respect of the Land in Acquisition is pending for publication by the Dept. of Railways / DFCCIL, as a result the Left Over Land admeasuring 4 Kanal 3 Marla land, was transferred to the Buyer / Transferee by way of execution of Agreement to Sale and General Power of Attorney.
- In addition to the above, GIETL has also obtained a Declaration cum Undertaking from the Buyer / Transferee that GIETL shall be solely entitled for the receipt of the entire compensation award in respect of the Land in Acquisition and the Buyer / Transferee shall not raise any claim, demand or monetary benefit in respect of the Land in Acquisition anytime in the future.

**15 SHARE CAPITAL**

Authorised

50,00,000 Equity Shares of Rs.10/- each

Issued,Subscribed and Paid-up :

23,00,000 Equity Shares of Rs.10/- each fully paid up

230

230

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the the share holders, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.

**(a) Reconciliation of the number of shares outstanding:**

Particulars	As at 31st March, 2024		As at 31st March, 2023	
	No. of shares	Rupees	No. of shares	No. of shares
Shares at the beginning of the year	23	230	23	23
Shares at the end of the year	23	230	23	23

**(b) Details of shareholders holding more than 5 % shares**

Particulars	As at 31st March, 2024		As at 31st March, 2023	
	No. of shares	% of Holding	No. of shares	No. of shares
Gati Ltd and Nominees	23	100%	23	23
<b>Total</b>	<b>23</b>	<b>100%</b>	<b>23</b>	<b>23</b>

**(c) Details of shareholdings by the Promoter's**

(Rupees In Lacs)

Particulars	As at 31st March, 2024		As at 31st March, 2023	
	No. of shares	% of Holding	No. of shares	% of Holding
Gati Ltd	23	100%	23	100%
Mahendra Kumar Agarwal(Nominee of Gati Limited)	0	0%	0	0%
Peter H Jayakumar (Nominee of Gati Limited)	0	0%	0	0%
Laxmi Narain Kumawat (Nominee of Gati Limited)	0	0%	0	0%
N K Pandey (Nominee of Gati Limited)	0	0%	0	0%
MD Maheen Kannu (Nominee of Gati Limited)	0	0%	0	0%
Ramesh Sivaraman (Nominee of Gati Limited)	0	0%	0	0%
<b>Total</b>	<b>23</b>	<b>100%</b>	<b>23</b>	<b>100%</b>



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GATI IMPORT EXPORT TRADING LIMITED

CIN: U60232TG2008PLC057692

Notes to Financial Statements for the period ended March 31, 2024

(Rupees In Lacs)

Notes	PARTICULARS	As at March 31, 2024	As at March 31, 2023			
16	<b>OTHER EQUITY</b> Retained Earnings As per last Balance Sheet Transfer from Statement of Profit and Loss during the year	(183) (4) (187)	-177.05 (6) (183)			
17	<b>TRADE PAYABLES</b> For Goods and Services Total outstanding dues other than micro enterprises and small enterprises	133 133	125 125			
<b>Trade Payables Agcing Schedule - Based on the requirements of Amended Schedule III</b>						
		<b>Outstanding for following Periods as on March 31, 2024#</b>				
	<b>Particulars</b>	<b>Upto 1 Year</b>	<b>1-2 years</b>	<b>2-3 years</b>	<b>More than 3 years</b>	<b>Total</b>
	Total outstanding dues of MSME	-	-	-	-	-
	Total outstanding dues of creditors other than MSME	15	-	-	117	133
	Disputed dues of MSME	-	-	-	-	-
	Disputed dues of creditors other than MSME	-	-	-	-	-
	<b>Total</b>	<b>15</b>	<b>-</b>	<b>-</b>	<b>117</b>	<b>133</b>
		<b>Outstanding for following Periods as on March 31, 2023#</b>				
	<b>Particulars</b>	<b>Upto 1 Year</b>	<b>1-2 years</b>	<b>2-3 years</b>	<b>More than 3 years</b>	<b>Total</b>
	Total outstanding dues of MSME	-	-	-	-	-
	Total outstanding dues of creditors other than MSME	-	0	19	105	125
	Disputed dues of MSME	-	-	-	-	-
	Disputed dues of creditors other than MSME	-	-	-	-	-
	<b>Total</b>	<b>-</b>	<b>0</b>	<b>19</b>	<b>105</b>	<b>125</b>
18	(#)Ageing is from the date of transaction which is different from the due date. <b>OTHER FINANCIAL LIABILITIES</b> Payable to Holding Company Payable to others Provision For Sales Tax				0 1 10 11	- 2 22 24
19	<b>OTHER CURRENT LIABILITIES</b> Statutory Dues				0 0	0 0



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**GATI IMPORT EXPORT TRADING LIMITED**

CIN: U60232TG2008PLC057692

Notes to Financial Statements for the period ended March 31, 2024

(Rupees In Lacs)

Notes	Particulars	As at March 31, 2024	Year ended March 31, 2023
20	<b>Revenue from operations</b>		
	Sale of Hotel Supplies	-	-
	Other Sales	-	-
	<b>TOTAL</b>	-	-
21	<b>Other Income</b>		
	Interest on Deposits	5	3
	Other Income	-	0
	Liabilities No Longer Required - Written Back	23	9
	<b>TOTAL</b>	<b>28</b>	<b>12</b>
22	<b>Changes in Inventories of Stock in trade</b>		
	Inventories at the beginning of the year	-	56
	Inventories at the end of the year	-	56
	<b>TOTAL</b>	-	<b>0</b>
23	<b>Other Expenses</b>		
	<b>Administrative Expenses</b>		
	Rent	1	0
	Consultancy expenses	2	2
	Exchange Loss	15	-
	Bank Charges	0	0
	Misc Expenses (a)	13	14
	<b>Payment to Auditors:</b>		
	-Audit Fees	1	1
	Rates & Taxes	1	0
		<b>32</b>	<b>17</b>
	Note:		
	(a)GST Expenes for Rs.13.08 Lacs		
24	<b>Earnings Per Share</b>		
	<b>Basic and Diluted</b>		
	Net Profit for the year	(4)	(6)
	Weighted Average number of Equity Shares	23	23
	Par Value per share	10.00	10.00
	<b>Earnings per Share</b>	<b>(0.19)</b>	<b>(0.24)</b>



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**GATI IMPORT EXPORT TRADING LIMITED**

CIN: U60232TG2008PLC057692

**NOTES TO FINANCIAL STATEMENTS**

(Rupees in Lacs)

Notes	Particulars	Period ended March 31, 2024	Year ended March 31, 2023
25	<b>Contingent liabilities and commitments</b>		
	Claim against the Company not acknowledged as debt		
	- Indirect tax demand disputed in appeals	63	181
	<b>TOTAL</b>	<b>63</b>	<b>181</b>
26	<b>Going Concern</b>		
	The Company incurred a net loss of Rs.4.4 (in lakhs) during the year ended 31st March 2024 and, as of that date, the company is having positive net worth of Rs. 42.91 (in lakhs). The company has been inactive for the past three years, and there are no intentions to resume operations in the foreseeable future. These conditions indicate the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Although company does not have operations in the current period, its financial statements are prepared on going concern basis as the company expects to receive financial support from Allcargo Gati Ltd (holding company).		
27	Segment Reporting is not applicable		
28	Previous year numbers are regrouped or rearranged wherever applicable		



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**GATI IMPORT EXPORT TRADING LIMITED**  
**CIN: U60232TG2008PLC057692**

**29. Notes to Accounts**

**Related Party Disclosures**

Related parties with whom transactions have taken place during the year.

**Holding Company**

Gati Limited

**Subsidiary of Holding Company / Associate to Holding Company**

Gati - Kintetsu Express Private Limited

Gati Ship Limited

(Rupees in Laacs)

S.No.	Nature of Transaction	FY 2023-24		FY 2022-23		Total	
		Holding Company	Subsidiary of Holding Company	Holding Company	Subsidiary of Holding Company	FY 2023-24	FY 2022-23
a.	<b>Expenditure</b>				0		0
	Freight & Others Charges	-	-	-	-	-	-
	Salary & Bonus	-	-	-	-	-	-
	Rent	1	-	0	-	1	0
b.	<b>Income</b>				1		1
	Interest income on ICD	-	2	-	1	2	1
c.	<b>Balances at year end</b>						
	<b>Sundry Creditors :</b>						
	Rent payable	1	-	-	-	1	-
	Reimbursements payable	0	-	-	-	0	-
d.	<b>Other Receivable / ICD :</b>				24		24
	Inter Corporate Deposit	-	25	-	24	25	24
<p>(ICD given to Gati Ship Ltd for Rs.42.05 Laacs on 21st June,2022 and Repayment by Gati Ship Ltd for Rs.18.50 Laacs on 30th, Jun,2022, Balance Yet to be receipt for Rs.23.55 Laacs as on 31st Mar,2023. Subsequently renewed the ICD during the year along with interest amount. Balance yet to be receipt for for Rs.24.95 Laacs as 31st March,2024</p>							
	Interest Receivable	-	1	-	1	1	1



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**GATI IMPORT EXPORT TRADING LIMITED**  
**CIN: U60232TG2008PLC057692**

30 Notes to Financial Statements for the year ended March 31, 2024

S.No	Particulars	Formula	Numerator	Denominator	Current Year	Previous year	Variance	Comments
a	Current Ratio	Current Assets / Current Liabilities	184	144	129%	129%	0%	Due to the decreased in current assets as compare to last year
b	Debt Equity ratio	Total debt / Total Shareholder's Equity	144	43	335%	315%	21%	Due to the decreased in liabilities as compare to last year
c	Debt service coverage ratio	Net Operating Income / Total Debt Service Costs (loan + interest + lease payments, due in upcoming year)	-	-	0%	0%	0%	NA
d	Return on Equity Ratio	(Net Income - Preference Share Dividends)/ Total (or Average) Shareholder's Equity	(4)	43	-10%	-12%	-12%	Due to Impairment allowance taken against Land sale
e	Inventory turnover ratio	Annual Cost of Goods Sold/ Average Inventory (Op + Cl / 2)	-	-	0%	0%	0%	Provision created for Non-Movable goods
f	Trade Receivables turnover ratio	Net Credit Sales / Average TR	-	-	0%	0%	0%	Business operations were stopped
g	Trade payables turnover ratio	Net Credit Purchases / Average TP	-	133	0%	0%	0%	Business operations were stopped
h	Net capital turnover ratio	Turnover / Net capital	-	40	0%	0%	0%	Business operations were stopped
i	Net profit ratio,	Net Profit / Turnover	(4)	28	-48%	-48%	0%	Due to Provisions for Stock and Impairment allowance for Land sale
j	Return on Capital employed	EBIT / Capital Employed	(33)	43	-36%	-36%	0%	Due to Provisions for Stock and Impairment allowance for Land sale
k	Return on investment	EBIT / Investment	(33)	-	0%	0%	0%	NA



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## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF GATI IMPORT EXPORT TRADING LIMITED

#### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of GATI IMPORT EXPORT TRADING LIMITED ("the Company"), which comprise the balance sheet as at 31<sup>st</sup> March 2024, and the statement of Profit and Loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

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 Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March 2024, and loss, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

#### Emphasis of matter:

- Trade payables with a credit balance of Rs 133 (in lakhs) are subject to confirmations and reconciliations.
- We draw your attention to Note 25 to the financial statements disclosing contingent liabilities against Haryana Sales tax demand disputed in appeals amounting to Rs. 63 (in lakhs).
- We draw your attention to Note 14 to the financial statements regarding the land classified as asset held for sale for more than 12 months as the compensation award to be paid by the Dedicated Freight Corridor Corporation of India Limited is pending for publication.



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**Laxminiwas & Co.**

Head Office: 6-3-569, 4<sup>th</sup> Floor, Above BMW Showroom,  
Opp. RTA Office Khairatabad, Hyderabad 500082, Telangana, India.

#### **Other Information:**

The Company's management and Board of Directors is responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditor's report thereon. The Company's annual report is expected to be made available to us after the date of this audit report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### **Material Uncertainty Relating to Going Concern**

We draw attention to Note 26 in the financial statements, which indicates that the Company incurred a net loss of Rs. 4.4 (in lakhs) during the year ended 31<sup>st</sup> March 2024 and, as of that date, the company is having positive net worth of Rs. 42.91 (in lakhs). The company has been inactive for the past three years, and there are no intentions to resume operations in the foreseeable future. These conditions indicate the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Although company does not have operations in the current period, its financial statements are prepared on going concern basis as the company expects to receive financial support from Allcargo Gati Ltd (holding company).

#### **Management's Responsibility for the Financial Statements**

The Company's management and Board of Directors is responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, profit/loss and other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ("IND AS") specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, management and Board of directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit.

We also:

1. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system with respect to financial statements in place and the operating effectiveness of such controls.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and Board of directors.
4. Conclude on the appropriateness of management and Board of directors use of the going concern basis of accounting in preparation of financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, then we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, then to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.



5. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
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 purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in the paragraph 2B(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
  - c) The Balance Sheet, the Statement of Profit and Loss, and Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.



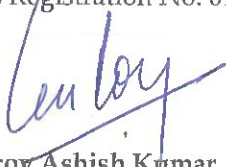
- e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- 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 as at 31<sup>st</sup> March 2024 on its financial position in Note 25 in its financial statements.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. The management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - v. The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and





- vi. Based on our audit procedures, we have considered it reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- vii. The company has not declared or paid any dividend during the year.
- h) The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1 April 2023. Based on our examination which included test checks, At present, the accounting software in use merely records the timestamp of the latest transaction modification, without incorporating an audit trail.

For Laxminiwas & Co.  
Chartered Accountants  
Firm's Registration No. 011168S



Guharoy Ashish Kumar  
Partner  
Membership Number: 018659  
UDIN: 24018659BKBOUR8463



Place: Hyderabad  
Date: 14 May 2024

## Annexure A to the Auditors' Report

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report to the Members of GATI IMPORT EXPORT TRADING LIMITED of even date)

- (i). In respect of the company's Property, Plant and Equipment, and Intangible Assets:
- a. (A). According to the information and explanations given to us and based on our examination of the records of the Company, the Company is maintaining proper records showing full particulars including quantitative details and situation of property plant & equipment.
- (B). According to the information and explanations given to us and based on our examination of the records of the Company, the Company is not owing any intangible asset. Therefore, the sub clause (i) (a) of the order is not applicable to the company.
- b. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its property, plant and equipment by which all Property, plant and equipment are verified in a phased periodical manner, which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. According to information and explanations given to us, no material discrepancies were noticed on such verification.
- c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties disclosed in the financial statements as assets held for sale are not in the possession of the company. However, title deeds will be made available as per the Declaration cum Undertaking as disclosed in Note No 14 of the financial statements.
- d. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its property, plant and equipment or Intangible assets during the year.
- e. According to the information and explanations given to us and based on our examination of the records of the Company, there are no proceedings initiated or pending against the company for holding any Benami property under the Benami Transaction Prohibition Act 1988. Therefore, Clause (i)(e) of the Order does not apply to the Company and hence not commented upon.
- (ii).
- (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no Inventory held by the entity. Therefore, the Clause (ii)(a) of the Order is not applicable to the Company and hence not commented upon.



- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not been sanctioned with any working capital in excess of Five crore rupees from banks or financial institutions on the basis of security of current assets. Therefore, the Clause (ii)(b) of the Order is not applicable to the Company and hence not commented upon.
- (iii). According to the information and explanations given to us and on the basis of our examinations of the records of the company, the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, Clause 3(iii) (a), (b), (c), (d), (e) and (f) are not applicable to the company and hence not commented upon.
- (iv). According to the information and explanations given to us and on the basis of our examination of the records, Company has not undertaken any transactions within the purview of section 185 and 186 of the Act. Accordingly, Clause (iv) of the order is not applicable to the company, hence not commented upon.
- (v). According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of Clause (v) of the Order are not applicable to the Company and hence not commented upon.
- (vi). According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, in respect of the services rendered by the Company. Therefore, the Clause (vi) of the Order is not applicable to the Company and hence not commented upon.
- (vii). According to the information and explanations given to us and on the basis of our examination of the records, in respect of the statutory dues:
- a. The company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident fund, Employee state Insurance, Income Tax, Sales tax, Service Tax, Customs duty, Excise Duty, Value added tax, Goods and Service Tax, Cess or statutory dues applicable to it as on March 31, 2024. No undisputed amounts payable in respect of Provident Fund, Income Tax, Sales Tax, Value Added Tax, Duty Of Customs, Service Tax, Goods and Service Tax, Cess or other statutory dues were in arrears as at march 31, 2024 for a period of more than six months from the date they became payable.



- b. According to the information and explanations given to us and on the basis of our examination of the records, there are dues of Income tax, sales tax, wealth tax, service tax, customs duty, excise duty, value added tax, goods and service tax, cess which have not been deposited with appropriate authorities on account of any dispute are as follows

Nature of Due	Assessment Year	Amount in Lakhs	Forum where the dispute is pending	Status
GST	2018-19	81	Excise and tax dept	The appeal preferred by the company is pending
CST	2015-16	63	ETO	The appeal preferred by the company is pending

- (viii). According to the information and explanations given to us, all the transactions have been recorded completely and there has not been any tax assessments during the year under Income Tax Act, 1961. Therefore, the Clause (viii) of the Order is not applicable to the Company and hence not commented upon.

(ix).

- a. According to the information and explanation given to us and on the basis of our examination of records, the company has not obtained any loans or borrowings. Therefore, clause (ix)(a) of the order is not applicable to the company and hence not commented upon.
- b. according to the information and explanation given to us, the company has not been declared willful defaulter by any bank or financial institution or any other lenders. Therefore, clause (ix)(b) of the order is not applicable to the company and hence not commented upon.
- c. According to the information and explanation given to us and on the basis of our examination of records of the company, the company has not obtained any loans during the period. Therefore, clause(ix)(c) of the order is not applicable to the company and hence not commented upon.
- d. According to the information and explanation given to us, the company has not obtained any short-term loans during the year. Therefore, clause (ix)(d) of the order is not applicable to the company and hence not commented upon.



e. According to the information and explanation given to us, the company does not have any subsidiaries, joint ventures or associates. Therefore, clause (ix)(e) of the order is not applicable to the company and hence not commented upon.

f. According to the information and explanation given to us, the company does not have any subsidiaries, associates or joint ventures. Therefore, clause (ix)(f) of the order is not applicable to the company hence not commented upon.

(x).

a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, Clause (x)(a) of the Order is not applicable and hence not commented upon.

b. According to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially optionally convertible) during the year. Accordingly, Clause (x)(a) of the Order is not applicable and hence not commented upon.

(xi).

a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, based upon the audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations provided by the management, we report that no fraud by the Company or no material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year. Accordingly, Clause (xi)(a) of the Order is not applicable and hence not commented upon.

b. According to the information and explanations given to us and on the basis of our examination of the records of the Company, as no fraud has been reported during the year, hence the compliance with Clause (xi) (b) of the order is not applicable and hence not commented upon.

c. According to the information and explanations given to us, there were no whistleblower complaints in the company. Therefore, the Para 3 (xi) (c) of the Order is not applicable to the Company and hence not commented upon.

(xii). According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is not Nidhi Company. Therefore, Clause (xii) (a), (b) and (c) of the Order is not applicable to the Company.



- (xiii). According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv). According to the information and explanations given to us and based on our examination of the records of the Company and in accordance with the provisions of the Companies Act, 2013 based on the size and nature of the business, Internal audit is not applicable to the company. Accordingly, Clause xiv (a) and (b) of the Order is not applicable and hence not commented on the same.
- (xv). According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, Clause (xv) of the Order is not applicable and hence not commented upon.
- (xvi).
- a. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not required to registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, Clause (xvi)(a) of the order is not applicable and hence not commented upon.
  - b. According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company has not conducted any Non- Banking Financial or Housing Finance activities from the Reverse Bank of India as per the Reserve Bank of India Act 1934.
  - c. According to the information and explanations given to us and on the basis of our examination of the records of the company, the company is not a core investment company. Accordingly, Clause (xvi)(c) of the Order is not applicable and hence not commented upon.
  - d. According to the information and explanations given to us and on the basis of our examination of the records of the company, neither the company nor its group of company is a core investment company. Accordingly, Clause (xvi)(d) of the Order is not applicable and hence not commented upon.
- (xvii). According to the information and explanations given to us and on the basis of our examination of the records of the company, the company incurring cash losses in the financial year amounting to Rs. 14 (in lakhs)/- and during previous year amounting to Rs. 2 (in lakhs)



- (xviii). According to the information and explanations given to us and on the basis of our examination of the records of the Company, there has been no resignation of the statutory auditors during the year. Accordingly, Clause (xviii) of the Order is not applicable and hence not commented upon.
- (xix). According to the information and explanations given to us and on the basis of our examination of the records of the Company, on the basis of financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, material uncertainty exists as on the date of audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. The company is having assets in excess of liabilities as on balance sheet date, however as per note 26 to Financial Statements, management of Holding company are planning to take over the company and absorb all the liabilities. Also refer to 'Material uncertainty related to going concern' paragraph in our audit report.
- (xx). According to the information and explanation provided to us and based on the examination of records of the company. The company is not subjected to compliance requirement with respect to section 135 of The Companies Act, 2013. Therefore, the Clause (xx) (a) & (b) of the Order is not applicable to the Company and hence not commented upon.

For Laxminiwas & Co  
Chartered Accountants  
Firm's Registration No. 011168S

  
Guharoy Ashish Kumar  
Partner  
Membership Number: 018659  
UDIN: 24018659BKBOUR8463



Place: Hyderabad  
Date: 14 May 2024

## **Annexure - B to the Auditors' Report**

(Referred to in paragraph 2 (f) under "Report on other Legal and Regulatory Requirements section of our report to the members of GATI IMPORT EXPORT TRADING LIMITED of even date)

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

#### **Opinion**

We have audited the internal financial controls over financial reporting of **GATI IMPORT EXPORT TRADING LIMITED** ("the Company") as of 31<sup>st</sup> March 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, to the best of our information and according to the explanations given to us, 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<sup>st</sup> March, 2024, 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.

#### **Management's Responsibility for Internal Financial Controls**

The Board of directors of the company 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.

#### **Auditor's 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 issued by Institute of Chartered accountants of India and the standards on auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 judgement, 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 internal financial controls system over financial reporting of the Company.

#### **Meaning of Internal Financial Controls 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

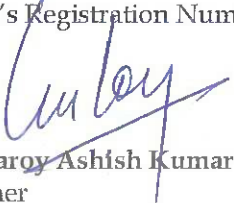
- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



### 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.

For Laxminiwas & Co.  
Chartered Accountants  
Firm's Registration Number: 011168S

  
Guharoy Ashish Kumar  
Partner  
Membership Number: 018659  
UDIN: 24018659BKBOUR8463



Place: Hyderabad  
Date: 14 May 2024