

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
CIN - L74140PN1982PLC026933
BALANCE SHEET AS AT 31st March, 2018

Particulars		Note No.	As at 31st March, 2018 INR	As at 31st March, 2017 INR
I	EQUITY AND LIABILITIES			
(1)	Shareholders' Funds			
	(a) Share Capital	2	121,000,000.00	121,000,000.00
	(b) Reserves and Surplus	3	809,112,568.00	795,633,914.00
			930,112,568.00	916,633,914.00
(2)	Non-Current Liabilities			
	(a) Deferred Tax Liabilities (Net)	4	12,439,670.00	13,750,725.00
	(b) Other Long Term Liabilities	5	1,854,103.00	2,716,603.00
	(c) Long Term Provisions	6	5,209,920.00	5,781,469.00
			19,503,693.00	22,248,797.00
(3)	Current Liabilities			
	(a) Trade Payables	7		
	i) Total outstanding dues to Micro Enterprises and Small enterprises		-	-
	ii) Total outstanding dues to creditors other than Micro Enterprises and Small enterprises		80,466,319.00	61,125,128.00
	(b) Other Current Liabilities	8	25,138,280.00	19,251,210.00
	(c) Short-Term Provisions	9	7,684,742.00	7,335,037.00
			113,289,341.00	87,711,375.00
	Total		1,062,905,602.00	1,026,594,086.00
II	ASSETS			
(1)	Non-Current Assets			
	(a) Fixed Assets			
	(i) Tangible Assets	10	205,650,411.00	223,050,299.00
	(ii) Intangible Assets	10	8,602,896.00	4,734,671.00
	(ii) Intangible Assets under development	-	-	6,009,727.00
			214,253,307.00	233,794,697.00
	(b) Non-Current Investments	11	59,185,123.00	59,140,200.00
	(c) Long Term Loans and Advances	12	316,611,052.00	34,996,640.00
	(d) Other Non-Current Assets	13	12,778,561.00	-
			388,574,736.00	94,136,840.00
(2)	Current Assets			
	(a) Current Investments	14	6,000,000.00	241,112,319.00
	(b) Trade Receivables	15	155,349,255.00	174,900,260.00
	(c) Cash and Bank Balances	16	247,169,972.00	190,435,145.00
	(d) Short-Term Loans and Advances	17	51,529,989.00	68,273,165.00
	(e) Other Current Assets	18	28,343.00	23,941,660.00
			460,077,559.00	698,662,549.00
	Total		1,062,905,602.00	1,026,594,086.00

See Accompanying Notes (1 To 46) Forming Integral Part of The Financial Statements

In terms of our report attached
For Joshi and Sahney
Chartered Accountants
Firm Reg. No. 104359W


For and on behalf of the Board


H. M. Joshi
Partner
Mem. No. 031689




Archana Lakhe
Director
DIN: 07079209


Ram Mapari
Chief Financial Officer


Dr. Pradeep Bavadekar
Managing Director
DIN:00879747


Abhijeet Medak
Company Secretary
M No. A36828



Date: 29th May, 2018
Place: Pune

Date: 29th May, 2018
Place: Pune

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED

CIN - L74140PN1982PLC026933


STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st March, 2018

Particulars		Note No.	For the year ended	For the year ended
			31st March, 2018	31st March, 2017
			INR	INR
I	Revenue from Operations	19	583,762,237.00	440,293,412.00
II	Other Income	20	39,865,910.00	29,854,928.00
III	Total Revenue (I +II)		623,628,147.00	470,148,340.00
IV	Expenses:			
	Operating Costs	21	325,625,059.00	132,389,920.00
	Employee Benefit Expense	22	119,997,835.00	142,573,571.00
	Finance Costs	23	7,724,507.00	565,282.00
	Depreciation Expense - Tangible Assets	10	18,857,583.00	19,793,607.00
	Amortization Expense - Intangible Assets	10	6,369,003.00	4,094,508.00
	Other Expenses	24	104,880,258.00	113,561,901.00
	Total Expenses		583,454,245.00	412,978,789.00
V	Profit Before exceptional and extraordinary items & Tax (III-IV)		40,173,902.00	57,169,551.00
VI	Extraordinary items (ref note no. 40)		4,332,525.00	1,824,781.00
VII	Profit Before Tax (V - VI)		35,841,377.00	55,344,770.00
VIII	Tax Expense:			
	(1) Current Tax		9,100,000.00	18,150,000.00
	(2) Deferred Tax Liability / (Asset) (Net)		(1,311,055.00)	(2,780,927.00)
	(3) Excess provision for Taxation of Earlier years		(214,676.00)	(4,267,464.00)
			7,574,269.00	11,101,609.00
IX	Profit for the year		28,267,108.00	44,243,161.00
X	Earnings per equity share (Face value INR. 10/-)			
	Basic		2.34	3.66
	Diluted		2.34	3.66

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MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
CIN - L74140PN1982PLC026933
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

Particulars	Year ended 31st March, 2018		Year ended 31st March, 2017	
	INR	INR	INR	INR
A CASH FLOW FROM OPERATING ACTIVITIES				
Profit before tax:		35,841,377.00		55,344,770.00
Adjustments for:				
Depreciation & Amortisation	25,226,586.00		23,888,115.00	
Finance Costs	7,724,507.00		565,282.00	
Loss on sale of fixed assets	72,821.00		58,783.00	
Provision for diminution in value of investment	32,077.00		-	
Interest income	(29,155,335.00)		(20,874,421.00)	
Gain on Redemption of Mutual Funds	(24,348.00)		(231,317.00)	
Dividend Income	-	3,876,308.00	(5,526,864.00)	(2,120,422.00)
Operating profit before Working Capital changes		39,717,685.00		53,224,348.00
Adjustments for changes in Working capital:				
Long term Loans and advances	(56,304,807.00)		(7,301,496.00)	
Other non-current assets	-		232,218,974.00	
Inventories	-		512,232.00	
Trade Receivables	19,551,005.00		(991,961.00)	
Short term Loans and advances	4,671,768.00		462,761.00	
Other current assets	23,913,317.00		(23,929,163.00)	
Other long term liabilities	(862,500.00)		(27,500.00)	
Long term Provisions	(571,549.00)		172,959.00	
Trade Payables	19,341,191.00		13,770,019.00	
Other current liabilities	5,887,070.00		4,537,963.00	
Short term Provisions	349,705.00	15,975,200.00	4,588,535.00	224,013,323.00
Cash generated from operations		55,692,885.00		277,237,671.00
Income taxes paid / (refund) [Net]		(3,186,084.00)		21,671,386.00
Net Cash flow from Operating Activities		58,878,969.00		255,566,285.00
B CASH FLOW FROM INVESTING ACTIVITIES				
Fixed Assets:				
Purchase of Fixed Assets	(6,466,607.00)		(6,139,879.00)	
Sale proceeds of Fixed Assets	109,666.00		52,041.00	
Investments:				
Purchase of Investment - Non Current	(77,000.00)		(280,267,630.00)	
Purchase of Investment - Current	-		(35,126,352.00)	
Loan to Associate and interest thereon	(238,088,166.00)			
Sale proceeds - Current	235,136,667.00		101,002,223.00	
Interest income	29,155,335.00		20,874,421.00	
Dividend Income	-		5,526,864.00	
Net Cash from / (used) in investing		19,769,895.00		(194,078,312.00)
C CASH FLOW FROM FINANCING ACTIVITIES				
Receipt of Grant and interest thereon	1,255,109.00		1,691,188.00	
Refund of Grant	(881,364.00)			
Finance Cost	(7,724,507.00)		(565,282.00)	
Dividend & tax on Dividend paid activities	(14,563,275.00)		(14,563,275.00)	
		(21,914,037.00)		(13,437,369.00)
D NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		56,734,827.00		48,050,604.00
Cash and Cash Equivalents (Opening balance)		190,435,145.00		142,384,541.00
Cash and Cash Equivalents (Closing balance)		247,169,972.00		190,435,145.00

Notes :

1 Figures in brackets represent outflows of cash and cash equivalents.




2 Cash and cash equivalents comprise of :

	As at 31st Mar, 2018 INR	As at 31st Mar, 2017 INR
Cash and cash equivalents		
Cash on hand	529,636	688,132
Cheques, drafts on hand	870,287	2,655,217
Balance with Bank		
Balances with banks (including deposits with less than 3 months maturity)	79,960,440	115,236,317
Other bank balances		
- Deposits with maturity of more than three months but less than 12 months	95,033,671	7,512,701
- Margin Money for Bank Guarantees	69,545,057	63,343,915
- Earmarked balances	1,230,881	998,863
Total	247,169,972.00	190,435,145.00

See Accompanying Notes (1 To 46) Forming Integral Part of The Financial Statements

In terms of our report attached
For Joshi and Sahney
Chartered Accountants
Firm Reg. No. 104359W

For and on behalf of the Board

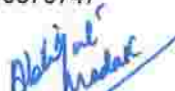

H. M. Joshi
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Date: 29th May, 2018
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MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 2 - SHARE CAPITAL

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Authorised: 25,000,000 (Previous year 25,000,000) Equity Shares of INR 10/- each.	250,000,000.00	250,000,000.00
Issued, Subscribed and Paid up: 12,100,000 Equity Shares of INR 10/- each.	121,000,000.00	121,000,000.00
Total	121,000,000.00	121,000,000.00

Notes:

a) Reconciliation of the no. of shares :

Particulars	As at 31st March, 2018		As at 31st March, 2017	
	No of shares	Amount	No of shares	Amount
No of Equity shares outstanding at the beginning of the year (Face Value of INR 10/-)	12,100,000	121,000,000.00	12,100,000	121,000,000
No of Equity shares outstanding at the end of the year (Face value of INR10/-)	12,100,000	121,000,000.00	12,100,000	121,000,000

b) Rights, preferences and restrictions attached to shares:

The company has one class of equity shares having a par value of INR 10/- per share. Each equity holder is entitled to one vote per share and have a right to receive dividend as recommended by Board of Directors subject to necessary approval from the shareholders.
 In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Shares allotted as fully paid-up by way of bonus shares (during immediately preceding 5 years):

Particulars	31-Mar-18	31-Mar-17	31-Mar-16	31-Mar-15	31-Mar-14
Equity Shares allotted as fully paid-up bonus shares by capitalisation of accumulated profits	-	-	-	-	7,500,000

d) Number of Equity shares held by each shareholder holding more than 5% shares in the company are as follows:

Particulars	Number of shares as at 31st March, 2018 of INR10/-each	% of shares held	Number of shares as at 31st March, 2017 of INR10/-each	% of shares held
1) SIDBI Trustee Company Limited A/c India Opportunities Ltd	1,638,000	13.54%	1,638,000	13.54%
2) Small Industries Development Bank of India	1,000,000	8.26%	1,000,000	8.26%
3) SICOM Ltd.	800,000	6.61%	800,000	6.61%
4) Mukul Mahavir Prasad Agrawal	752,000	6.21%	752,000	6.21%
5) Ashok Kumar Agrawal	-	0.00%	656,000	5.42%



MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS
NOTE 3 - RESERVES AND SURPLUS

Particulars	INR.	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Capital Grants :			
Capital Grant Received from :			
1) Ministry of Food Processing Industry, Govt. of India	9,691.00		70,041.00
For setting up Food Processing Training Centre			
Less :- Depreciation for the year	5,881.00		60,350.00
Closing Balance		3,810.00	9,691.00
2) Technology Development Board (TDB), Govt. of India			
Opening Balance	5,414,745.00		5,223,557.00
Add : Interest Received (net of Taxes)	161,290.00		191,188.00
Less : Refunded to TDB	881,364.00		-
Less : Loan to Incubatee	3,439,562.00		4,533,381.00
Closing Balance		1,255,109.00	881,364.00
3) Grant received from MSME under ASPIRE scheme (For Upgradation of Technical Business Incubator)			
Opening Balance	2,585,560.00		1,471,611.00
Add: received during the year	-		1,500,000.00
Less :- Utilised towards consumable purchase	-		5,448.00
Less :- Depreciation for the year	593,046.00		380,603.00
Closing Balance		1,992,514.00	2,585,560.00
Revaluation Reserve:			
Opening Balance	-		17,488,431.00
Less: Adjusted against revalued asset as per Accounting Standard 10 (para 91)	-		17,488,431.00
Closing Balance		-	-
Securities Premium Reserve:			
As per last Balance Sheet		173,557,818.00	173,557,818.00
General Reserve:			
Opening Balance		91,276,262.00	91,276,262.00
Surplus in Statement of Profit & Loss			
Opening Balance	527,323,222.00		483,080,058.00
Less: Dividend INR 1 per share (previous year INR Nil per share) #	INR 12,100,000		-
: Dividend distribution tax	INR 2,463,275	14,563,275.00	-
Add: Profit for the year	28,267,108.00		44,243,161.00
Closing Balance		541,027,055.00	527,323,219.00
Total		809,112,568.00	795,633,914.00

- According to amended rules of the Companies (Accounting Standards) Rules, 2016, proposed dividend and Dividend Distribution Tax thereon of INR 14,563,275/- was not recorded as liability as at 31st March, 2017



MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 4 - Deferred Tax

(i) Break up of Deferred Tax Liability as at year end :

Nature of timing difference	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Provision for Depreciation	14,860,966.00	16,941,944.00
Total	14,860,966.00	16,941,944.00

(ii) Break up of Deferred Tax Asset as at year end:

Nature of timing difference	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Provision for Leave encashment	2,421,296.00	3,191,219.00
Total	2,421,296.00	3,191,219.00
(iii) Deferred Tax Liability (net)	12,439,670.00	13,750,725.00

NOTE 5 -OTHER LONG TERM LIABILITIES

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Retention Money from Vendor	1,854,103.00	2,716,603.00
Total	1,854,103.00	2,716,603.00

NOTE 6 - LONG TERM PROVISIONS

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Provision for Leave Encashment	5,209,920.00	5,781,469.00
Total	5,209,920.00	5,781,469.00

NOTE 7 - TRADE PAYABLES

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Trade Payables		
i) total outstanding dues to Micro Enterprises and Small enterprises	-	-
ii) total outstanding dues to creditors other than Micro Enterprises and Small enterprises	80,466,319.00	61,125,128.00
Total	80,466,319.00	61,125,128.00



MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 8 - OTHER CURRENT LIABILITIES

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Other Payables		
Advance from Customers	5,885,964.00	5,221,689.00
Amount refundable to Associate company MITCON Megaskills Centers Private Limited	10,810,922.00	-
Provident Fund Contribution Employee & Employer	1,444,239.00	1,548,715.00
ESIC Payable	46,277.00	77,523.00
TDS, ST & GST Payable	5,814,371.00	6,092,345.00
Security Deposits	1,136,507.00	451,502.00
Payable against Capital Account	-	5,859,436.00
Total	25,138,280.00	19,251,210.00

NOTE 9 - SHORT-TERM PROVISIONS

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Provision for Leave Encashment	7,684,742.00	7,335,037.00
Total	7,684,742.00	7,335,037.00



MITCON CONSULTANCY & ENGINEERING SERVICES LTD
 NOTES TO THE FINANCIAL STATEMENTS
 Note 10 - PROPERTY, PLANT AND EQUIPMENT

INR

Particulars	TANGIBLE ASSETS											Total	
	Land - Freehold	Improvement to leasehold Properties	Building #	Energy Audit Equipments	Furniture & Fixture	Vehicle	Office Equipment	Environment & BT Equipments	Computer & Printers	Electrical Installations & Equipments	Wind Power Project		
COST													
As at April 1, 2016	200,000	12,084,654	196,805,976	13,191,545	36,338,811	6,432,904	30,934,291	11,205,895	38,309,833	13,151,657	41,982,900	400,638,466	
Additions	-	-	-	371,400	-	69,519	293,305	1,515,321	2,157,351	-	-	4,406,896	
Disposals / adjustments	-	-	(23,704,018)	-	-	-	(392,639)	-	(399,190)	-	-	(24,495,847)	
Balance as at March 31, 2017	200,000	12,084,654	173,101,958	13,562,945	36,338,811	6,502,423	30,834,957	12,721,216	40,067,994	13,151,657	41,982,900	380,549,515	
Additions	-	-	-	15,357	236,491	59,979	1,198,161	75,422	653,696	-	-	2,339,106	
Disposals / adjustments	-	-	-	-	6,188	-	643,021	-	557,531	-	-	1,206,740	
Balance as at March 31, 2018	200,000	12,084,654	173,101,958	13,578,302	36,569,114	6,562,402	31,390,097	12,796,638	40,164,159	13,151,657	41,982,900	381,581,881	
ACCUMULATED DEPRECIATION AND IMPAIRMENT													
As at April 1, 2016	-	4,584,320	17,486,123	9,842,036	15,252,365	3,580,991	30,614,419	6,800,468	27,490,668	6,033,938	28,201,967	149,887,295	
Depreciation Charge for the year	-	1,183,258	2,854,214	1,769,877	4,139,033	639,500	4,530,051	556,478	1,879,512	1,093,327	1,148,232	19,793,482	
Disposals / adjustments	-	-	6,465,487	-	-	-	10,354,212	-	(7,251,919)	-	-	9,567,780	
Balance as at March 31, 2017	-	5,767,578	13,874,850	11,611,913	19,391,398	4,220,491	24,790,258	7,356,946	36,622,099	7,127,265	29,350,199	160,112,997	
Depreciation Charge for the year	-	944,946	2,883,401	888,335	3,960,192	635,255	2,953,361	2,300,146	1,953,157	1,193,389	1,145,401	18,857,583	
Disposals / adjustments	-	-	-	-	4,546	-	462,177	-	557,531	-	-	1,024,254	
Balance as at March 31, 2018	-	6,712,524	16,758,251	12,500,248	23,347,044	4,855,746	27,281,442	9,657,092	38,017,725	8,320,654	30,495,600	177,946,326	
NET BLOCK at March 31, 2018	200,000	5,372,130	156,343,707	1,078,054	13,222,070	1,706,656	4,108,655	3,139,546	2,146,434	4,831,003	11,487,300	203,635,555	
NET BLOCK at March 31, 2017	200,000	6,317,076	159,227,108	1,951,032	16,947,413	2,281,932	5,044,699	5,364,270	3,445,895	6,024,392	12,632,701	220,436,518	

- Includes Nagpur office premises of INR 12,857,404/-, which has been mortgaged on 14th June, 2017, in favour of Bank of Baroda, Shivajinagar branch, Pune for non fund based limit of INR 200,000,000/-.



MITCON CONSULTANCY & ENGINEERING
NOTES TO THE FINANCIAL STATEMENT
Note 10 - PROPERTY, PLANT AND EQU

Particulars	Grant Assets					Total of Tangible & Grant Assets	Total of Tangible & Intangible Assets
	Office Equipment	Furniture & Fixture	Computer & Printers	Electrical Installations & Equipments	Total		
COST							
As at April 1, 2016	6,169,901	1,021,551	432,000	867,660	8,491,112	409,129,578	453,879,481
Additions	1,495,763	-	-	-	1,495,763	5,902,659	6,139,879
Disposals / adjustments	-	-	-	-	-	(24,495,847)	(24,495,847)
Balance as at March 31, 2017	7,665,664	1,021,551	432,000	867,660	9,986,875	390,536,390	435,523,513
Additions	-	-	-	-	-	2,239,106	12,476,334
Disposals / adjustments	49,026	-	-	-	49,026	1,255,766	1,374,966
Balance as at March 31, 2018	7,616,638	1,021,551	432,000	867,660	9,937,849	391,519,730	446,624,881
ACCUMULATED DEPRECIATION AND IMPAIRMENT							
As at April 1, 2016	4,639,588	1,004,603	432,000	855,826	6,932,017	156,819,312	190,306,068
Depreciation Charge for the year	434,949	3,513	-	2,491	440,953	20,234,435	24,328,943
Disposals / adjustments	-	-	-	-	-	9,567,780	6,896,592
Balance as at March 31, 2017	5,074,537	1,008,116	432,000	858,317	7,372,970	167,486,091	207,738,543
Depreciation Charge for the year	594,103	2,893	-	2,053	599,049	19,456,632	25,825,635
Disposals / adjustments	49,026	-	-	-	49,026	1,073,280	1,192,480
Balance as at March 31, 2018	5,619,614	1,011,009	432,000	860,370	7,922,993	185,869,319	232,371,698
NET BLOCK at March 31, 2018	1,997,024	10,542	-	7,290	2,014,856	205,650,411	214,253,307
NET BLOCK at March 31, 2017	2,591,127	13,435	-	9,343	2,613,905	223,050,299	227,784,970

- Out of above depreciation of INR. 16,857,583/- has been charged against. Profit and balance INR 599,049/- has been reduced from respective Grants



MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 11 - NON CURRENT INVESTMENTS

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Investments (At Cost)		
Investment in Subsidiary - (Trade, Unquoted)		
5,100 (Previous year Nil) Fully paid up Equity shares of INR 10/- each of MITCON Multiskills Ltd	51,000.00	-
Less : Provision for dimunition in value of Investment	(32,077.00)	-
Carrying Value of Investment	18,923.00	-
Investment in Associates - (Trade, Unquoted)		
5,880,000 (Previous year 5,880,000) Fully paid up Equity shares of INR 10/- each of Kishna Windfarms Developers Pvt Ltd (KWDPL) #	59,065,200.00	59,065,200.00
2,600 (Previous year Nil) Fully paid up Equity shares of INR 10/- each of MITCON Megaskill Centers Pvt Ltd	26,000.00	-
Non-trade, Unquoted		
Other Investments:		
In Government Securities -		
National Savings Certificates	75,000.00	75,000.00
Total	59,185,123.00	59,140,200.00

- All the Equity Shares of KWDPL are pledged with Axis Trustee Services Ltd. for term loan of INR 420,000,000/- availed by KWDPL from L & T Infrastructure Finance Company Limited.

Aggregate amount of unquoted investments INR 59,185,123/- (Previous Year INR 59,140,200/-)

NOTE 12 - LONG TERM LOANS AND ADVANCES

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Unsecured, Considered Good		
Capital Advances #	63,992,650.00	2,669,650.00
Security Deposits	25,631,637.00	29,413,861.00
Prepaid Expenses / Gratuity Contribution	1,677,160.00	2,913,129.00
Inter Corporate Loan to Related Party - Krishna Windfarms Developers Pvt Ltd	225,309,605.00	-
Total	316,611,052.00	34,996,640.00

- Capital advances include INR 2,669,650 (PY INR 2,669,650) pertaining to full payment as per demand letter ref no C30642/2015 dated 31st July, 2015 of MIDC, Nanded. for office at Udyog Bhavan, Nanded The company has taken possession and occupied this office during the year ended 31st March, 2016. Capitalisation of the property and depreciation / amortisation thereof is pending for execution and registration of formal purchase deed with MIDC



MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 13 - OTHER NON CURRENT ASSETS

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Interest receivable on inter Corporate loan to Related Party - Krishna Windfarms Developers Pvt Ltd	12,778,561.00	-
Total	12,778,561.00	-

NOTE 14 - CURRENT INVESTMENTS

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
<u>Others</u>		
<u>Quoted at Cost</u>		
Investments in Mutual funds	6,000,000.00	19,909,889.00
<u>Unquoted at Cost</u>		
Deposits with NBFC	-	221,202,430.00
Total	6,000,000.00	241,112,319.00

Particulars	INR	INR
Aggregate value of Quoted investment	6,000,000.00	19,909,889.00
Market value of Quoted investment	7,834,480.00	21,268,702.00
Aggregate value of Unquoted investment	-	221,202,430.00

PARTICULARS OF INVESTMENTS	Face Value Per Unit	As at 31st March 2018		As at 31st March, 2017	
	INR	Nos.	INR	Nos.	INR
<u>Quoted</u>					
Reliance Banking and PSU debt fund - weekly dividend	-	-	-	1,373,643.23	13,909,889.00
Reliance Short Term Fund growth plan growth option	25.00	232,580.676	6,000,000.00	232,580.68	6,000,000.00
Total			6,000,000.00		19,909,889.00

NOTE 15 - TRADE RECEIVABLES

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Outstanding for a period exceeding six months from the date they are due for payment:		
Unsecured considered good #	73,214,232.00	68,812,476.00
Unsecured considered doubtful	-	3,090,595.00
Less: Provision for Doubtful Debts	-	(3,090,595.00)
	73,214,232.00	68,812,476.00
Others - Unsecured considered good ##	82,135,023.00	106,067,784.00
Total	155,349,255.00	174,900,260.00

- Includes INR 17,794,711/- receivable from Associate company Krishna Windfarms Developers Private Limited

- Includes INR 2,274,029/- receivable from Associate company Krishna Windfarms Developers Private Limited



MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 16 - CASH AND BANK BALANCES

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Cash and Cash Equivalents		
Cash on Hand	529,636.00	688,132.00
Cheques, Drafts on Hand	870,287.00	2,655,217.00
Balance with Bank		
Balances with banks (including deposits with less than 3 months maturity)	79,960,440.00	115,236,317.00
Other Bank Balances		
- Deposits with maturity of more than three months but less than 12 months	95,033,671.00	7,512,701.00
- Margin Money for Bank Guarantees #	69,545,057.00	63,343,915.00
- Earmarked Balances (in respect of TDB Grant)	1,230,881.00	998,863.00
Total	247,169,972.00	190,435,145.00

- Includes Deposit of INR 50,000,000/- on which charge has been created in favour of Bank of Baroda, Shivajinagar branch, Pune for non fund based limit of INR 200,000,000/-

NOTE 17 - SHORT TERM LOANS AND ADVANCES

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Unsecured, Considered Good		
Prepaid Expenses	4,666,060.00	5,263,040.00
Advance to Others	1,581,478.00	747,763.00
Security Deposits	9,840,610.00	8,864,020.00
Travel Advances to Staff	325,657.00	387,950.00
Income Tax paid less Provisions	35,116,184.00	47,187,592.00
Service Tax paid in advance / input CENVAT credit	-	5,822,800.00
Total	51,529,989.00	68,273,165.00

NOTE 18 OTHER CURRENT ASSETS

Particulars	As at 31st March, 2018 INR	As at 31st March, 2017 INR
Interest Accrued on deposit with NBFC	-	23,921,570.00
Interest Accrued on NSC	28,343.00	20,090.00
Total	28,343.00	23,941,660.00



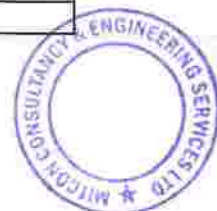
MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS
NOTE 19- REVENUE FROM OPERATIONS

Particulars	For the year ended on 31st March, 2018 INR	For the year ended on 31st March, 2017 INR
Sale of Services	579,622,867.00	435,682,416.00
Other Operating Revenues	4,139,370.00	4,610,996.00
Total	583,762,237.00	440,293,412.00

Details of Sale of Services :	For the year ended on 31st March, 2018 INR	For the year ended on 31st March, 2017 INR
Consultancy Fees	190,319,407.00	246,237,820.00
Project services	238,139,007.00	44,154,588.00
Income from Vocational Training	117,666,682.00	105,732,081.00
Income from IT Courses	17,122,247.00	18,032,284.00
Income from Laboratories	16,375,524.00	21,525,643.00
Total	579,622,867.00	435,682,416.00
Details of Other Operating Revenue :		
Income from Wind Power Generation (Net of rebate)	4,139,370.00	4,610,996.00
Total	4,139,370.00	4,610,996.00

NOTE 20 - OTHER INCOME

Particulars	For the year ended on 31st March, 2018 INR	For the year ended on 31st March, 2017 INR
Interest Income on		
- Bank Deposits	11,761,647.00	7,025,335.00
- Current Investments	-	13,849,086.00
- Other	3,195,286.00	-
- Loan to Associate company Krishna Windfarms Developers Private Limited	14,198,402.00	-
Dividend Income from Current Investments	-	5,526,864.00
Sundry Provisions and Credit Balances no longer required, written back	8,444,013.00	1,802,909.00
Recovery of Bad Debts	770,000.00	-
Gain on redemption of Mutual fund investment	24,348.00	231,317.00
Other non-Operating Income	1,472,214.00	1,419,417.00
Total	39,865,910.00	29,854,928.00



MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 21- Operating Costs

Particulars	For the year ended on 31st March, 2018 INR	For the year ended on 31st March, 2017 INR
Expenses on IT, VTP Training Activities	70,397,591.00	70,057,138.00
Changes in Inventory of printed course material Opening Stock	-	512,232.00
Less Closing Stock	-	-
Decrease / (Increase) in Inventory of printed course material	-	512,232.00
Professional fees	64,208,330.00	56,283,550.00
Project Cost	191,019,138.00	5,537,000.00
Total	325,625,059.00	132,389,920.00

NOTE 22 - EMPLOYEE BENEFIT EXPENSE

Particulars	For the year ended on 31st March, 2018 INR	For the year ended on 31st March, 2017 INR
Salaries and Wages	104,131,978.00	124,771,658.00
Contribution to Provident and Other Funds	12,508,795.00	13,470,770.00
Staff Welfare Expenses	3,357,062.00	4,331,143.00
Total	119,997,835.00	142,573,571.00

NOTE 23 - FINANCE COSTS

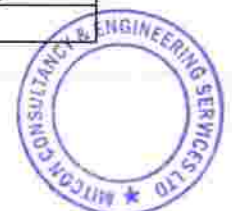
Particulars	For the year ended on 31st March, 2018 INR	For the year ended on 31st March, 2017 INR
Interest Expense	130,863.00	10,785.00
Bank charges and Commission	7,593,644.00	554,497.00
Total	7,724,507.00	565,282.00



MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

NOTE 24 - OTHER EXPENSES

Particulars	For the year ended on 31st March, 2018 INR	For the year ended on 31st March, 2017 INR
Power and Fuel	6,240,541.00	7,871,404.00
Office Rent	8,238,873.00	14,669,973.00
Repairs and Maintenance -		
- Buildings	1,486,961.00	1,100,154.00
- Office & Other Equipment	4,653,732.00	5,180,588.00
- Others	1,434,120.00	1,585,013.00
Insurance	2,109,468.00	1,501,391.00
Rates & Taxes	531,565.00	392,766.00
Auditor's Remuneration		
Statutory Audit	858,000.00	686,500.00
Certification	18,000.00	16,559.00
Administrative and General Expenses		
Travelling Expenses	24,922,429.00	24,268,562.00
Printing, Stationery and computer consumable	10,515,025.00	10,432,114.00
Advertisement Expenses	4,120,390.00	4,987,635.00
Security Expenses	4,651,757.00	6,459,510.00
Telephone, Mobile Expenses	2,921,482.00	3,847,878.00
Business Promotion Expenses	1,760,146.00	2,003,888.00
Registration and Legal Fees	2,340,620.00	3,708,299.00
Postage , Fax and Courier Expenses	1,340,325.00	1,412,264.00
Books & Periodicals Subscriptions and Membership Fees	867,703.00	1,114,570.00
Housekeeping Expenses	1,545,639.00	1,752,780.00
Laboratory Consumables	264,393.00	860,269.00
Directors Sitting Fees	590,000.00	1,255,208.00
Expenditure towards Corporate Social Responsibility (CSR) activities	-	2,818,671.00
Bad Debts written off	18,816,611.00	8,866,003.00
Provision for Doubtful debts	-	3,090,595.00
Donations	48,000.00	10,200.00
Loss on Disposal / discard of Assets	72,821.00	58,783.00
Provision for dimunition	32,077.00	-
General Expenses	4,499,580.00	3,610,324.00
Total	104,880,258.00	113,561,901.00



1 SIGNIFICANT ACCOUNTING POLICIES**1.1 Basis of preparation of financial statements**

- a) These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention. The financial statements have been prepared to comply in all material respects with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules 2016 and the relevant provisions of the Companies Act, 2013
- b) The Company follows mercantile system of accounting and recognises income and expenditure on accrual basis except for those items with significant uncertainties

1.2 Revenue Recognition

- A** Revenue from Consultancy / Project Services / Incubation / Environment Laboratory Services is recognised as per the terms of the specific contracts / work orders.
- B** Revenue from training programs is accounted as follows: -
- i) Fees from the participants are accounted based on percentage completion of tenure of training program
- ii) Revenue from Government sponsored training programs is recognized on completion of training program
- iii) Revenue from training activities conducted on behalf of Maharashtra Knowledge Corporation Limited (MKCL), being not reasonably determinable, is recognised on receipt basis (See note 35)
- C** Revenue from Wind energy generation is recognised based on units generated. (Net of rebata)
- D** Interest income is recognised on a time proportion basis.
- E** Dividend income is recognised only when the company's right to receive the dividend is established.

1.3 Use of Estimates

Estimates and assumptions used in the preparation of the financial statements are based on management's evaluation of the relevant facts and circumstances as of date of the Financial Statements, which may differ from the actual results at a subsequent date. Any revision to accounting estimates is recognized prospectively in current and future period.

1.4 Property, Plant & Equipment and Intangible Assets

- i) The company has adopted Cost Model to measure the gross carrying amount of fixed assets.
- ii) Tangible Fixed assets are stated at cost of acquisition less accumulated depreciation. Cost includes the purchase price and all other attributable costs incurred for bringing the asset to its working condition for intended use.
- iii) Intangible assets are stated at the consideration paid for acquisition and customisation thereof less accumulated amortisation.
- iv) Cost of fixed assets not ready for use before the balance sheet date is disclosed as Capital Work In Progress
- v) Cost of Intangible Assets not ready for use before the balance sheet date is disclosed as Intangible Assets under Development.

1.5 Depreciation / Amortisation

- i) Depreciation on tangible fixed assets has been provided on straight line method over the estimated useful life of the asset in the manner prescribed in Schedule II of the Companies Act, 2013, except in the case of Wind Turbine Generator which is depreciated over 20 years as per technical evaluation by manufacturer
- ii) Intangible asset being cost of Software capitalised is amortised over a period of three years.

1.6 Impairment of Assets

An asset is treated as impaired when the carrying cost of an asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior period is reversed if there has been a change in the estimate of the recoverable amount.

1.7 Government Grants

Government grants in the nature of promoters' contribution are credited to Capital Grants under Reserves and Surplus and treated as a part of shareholders' funds. Utilisation thereof is as per covenants of grants received.

Such grants are reduced to the extent of utilisation thereof and depreciation charged and loss on sale or discard of fixed assets purchased there from. Further interest from investment of unutilised Grants / interest on loan disbursed to incubatee are added to respective Grants.

Balance remaining in the Grant after completion of its intended purpose, is transferred to General Reserve.



SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

1.8 Operating Lease

Operating lease payments are recognized as an expense in the Statement of Profit and Loss.

1.9 Investments

i) Long term investments are stated at cost. Provision for diminution in the value of long-term investment is made only if such decline is other than temporary.

ii) Current investments are stated at lower of cost or market value. The determination of carrying amount of such investment is done on the basis of specific identification.

1.10 Retirement Benefits

a) Short Term Employee Benefits:

All employee benefits payable within twelve months of rendering the service are classified as short term benefits. Such benefits include salaries, wages, bonus, short term compensated absences, awards, ex-gratia, performance pay etc. and the same are recognised in the period in which the employee renders the related service.

b) Employment Benefits:

i) Defined Contribution Plans:

The company has Defined Contribution Plans for post employment benefit in the form of Provident Fund / Pension Fund which are administered by the Regional Provident Fund Commissioner. Provident Fund / Pension Fund are classified as defined contribution plans as the company has no further obligation beyond making contributions. The company's contributions to defined contribution plans are charged to the Statement of Profit and Loss as and when incurred.

ii) Defined Benefit Plans:

a) Funded Plan:

The company has defined benefit plan for post employment benefit in the form of gratuity for the employees which are administered through Life Insurance Corporation of India. Liability for the said defined plan is provided on the basis of valuation as at the Balance Sheet date, carried out by an independent actuary. The actuarial method used for measuring the liability is the Projected Unit Credit Method.

b) Non Funded Plan:

The company has defined benefit plan for the employment benefit in the form of leave encashment for the employees. Liability for above defined benefit plan is provided on the basis of the valuation as at the Balance Sheet date carried out by an independent actuary. The actuarial method used for measuring the liability is the Projected Unit Credit Method.

iii) The actuarial gains and losses arising during the year are recognized in the Statement of Profit and Loss for the year without resorting to any amortization.

1.11 Income Tax

a) Current Taxation:

Provision for current tax is made on the basis of taxable profits computed for the current accounting period in accordance with Income Computation and Disclosure Standards as notified under section 145 (2) of the Income Tax Act, 1961

Provision is made for Income Tax annually, based on the tax liability computed after considering tax allowances and exemptions.

b) Deferred Tax

Deferred tax is recognised, subject to consideration of prudence in respect of deferred tax assets, on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilized. Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantially enacted at the balance sheet date.



1.12 Earnings Per Share

Earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

1.13 Foreign Currency Transaction

i) Initial Recognition :

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

ii) Exchange Differences :

Exchange differences arising on the settlement of foreign currency transactions are recognised as income or as expense in the year in which they arise.

1.14 Provisions, Contingent Liabilities and Contingent Assets :

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

- a) the Company has a present obligation as a result of a past event,
- b) a probable outflow of resources is expected to settle the obligation; and
- c) the amount of the obligation can be reliably estimated.

Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain that the reimbursement will be received.

Contingent Liability is disclosed in case of

- a) a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligations;
- b) a present obligation arising from past events, when no reliable estimate is possible; and
- c) a possible obligation arising from past events where the probability of outflow of resources is not remote.

Contingent Assets are neither recognised, nor disclosed.

Provisions, contingent liabilities and contingent assets are reviewed at each Balance sheet date.

1.15 Segment Reporting

The company identifies primary segments based on the dominant source, nature of risks, returns and the internal organization structure. The operating segments are the segments for which separate financial information is available and for which operating Profit/Loss amounts are evaluated regularly by the Management in deciding how to allocate resource and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

1.16 Cash Flow Statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non cash nature and any deferrals of past or future cash receipts and payments. The cash flows from regular operating, investing and financing activities of the company are segregated

1.17 Dividend

Dividend is recognised as liability in the period in which it is declared by the Company (usually when approved by shareholders in General Meeting) or paid



SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

25 **Utilisation of Incubatee Grant**
a) Technology Development Board (TDB), Govt. of India has approved scheme 'Seed Support System for Start-ups in Incubators' for providing financial assistance as seed support for start-ups in the MITCON incubator as growth oriented initiative between the TDB and MITCON. The scheme is to make available early stage financial assistance as seed support for start-up units located at the MITCON incubator for further development and pre-commercialization of technologies. Accordingly MITCON has received grant of INR 4,000,000/- from TDB during the year ended 31st March, 2012. Term Loan disbursed to incubatees aggregating to INR 3,439,582/- is outstanding as on 31st March, 2018. Refund to TDB / Disbursement against this grant has been deducted from Grant received (note no. 3(2)).

b) Interest received on deployment of unutilised grant amount and interest received on loans disbursed to incubatee, is credited to grant (net of taxes).

26 **Contingent liability not provided for:**

Particulars	Year ended	
	31st March, 2018 INR	31st March, 2017 INR
a) Guarantees given by bankers on behalf of the Company		
- To Customers	28,630,754.00	14,069,468.00
b) Guarantees given by bankers on behalf of Associate company MITCON Megaskill Centers Private Limited to Jharkhand Skill Development Mission Society, Govt of Jharkhand (JSDM).		-
- for Advance payment	127,247,200.00	-
- for Performance #	10,048,000.00	-
c) Guarantees given by bankers on behalf of Clear Maze Consulting Private Limited to Rajasthan Skill and Livelihoods Development Corporation (RSLDC), Jaipur # #	3,776,089.00	-
d) Corporate Guarantees issued on behalf of Associate Company Krishna Windfarms Developers Private Limited (KWDP) for loan availed by KWDP from L & T Infrastructure Finance Company Limited	420,000,000.00	-
e) Claims against the company not acknowledged as debt - Arbitration petition in respect of money claim is pending before Arbitration Tribunal. The company has made counter claims against the claimant before the said Tribunal. Pending completion of Arbitration proceedings, the liability (if any) is not ascertainable	-	-
f) An ex-employee has filed a claim before First Labour Court, Pune. The company has filed written statement for dismissal of the claim.	164,000.00	164,000.00
# - Performance Bank Guarantee of INR 10,048,000/- was returned by the JSDMS and the same is cancelled on 10th May, 2018		
# # - Bank Guarantee of INR 3,776,089/- was returned by RSLDC and cancelled on 8th May, 2018.		

27 **Payments to Auditors - (Net of taxes)**

	Year ended	
	31st March, 2018 INR	31st March, 2017 INR
For Audit	858,000.00	600,000.00
For Certification	18,000.00	16,559.00
Total	876,000.00	616,559.00

28 **Expenditure and earnings in foreign currencies**

Expenditure in foreign currency	Year ended	
	31st March, 2018 INR	31st March, 2017 INR
Travelling expenses	476,770.00	59,968.00
Subscription & Membership Fees	139,494.00	48,145.00
Consulting Fees	282,504.00	-
Insurance	49,176.00	-
Total	947,944.00	108,113.00

Earning in foreign currency	Year ended	
	31st March, 2018 INR	31st March, 2017 INR
Professional fees	1,196,396.00	2,770,384.00
Total	1,196,396.00	2,770,384.00



SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

29 Based on the documents / information available with the Company, there are no acknowledged dues to suppliers covered under The Micro, Small and Medium Enterprises Development Act 2005 (MSMED Act).

30 Disclosure pursuant to Accounting Standard (AS 15) - Revised 2005 "Employee Benefits"

A Defined contribution plans:

The company has recognized the following amounts in the Statement of Profit & Loss for the year:

- i Contribution to employees provident fund INR 6,407,650/- (P.Y. INR 6,754,247/-)
 ii Contribution to employees family pension Fund INR 2,292,070/- (P.Y. INR 2,740,267/-)

B Defined benefit plans - Gratuity

The company makes annual contribution to the Life Insurance Corporation of India, a funded defined benefit plan for qualifying employees. The scheme provides for lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service or part thereof in excess of 6 month. Vesting occurs only upon completion of 5 years of service except in case of death or permanent disability. The present value of defined benefit obligation and the related current service cost are measured using the Projected Unit Credit Method with actuarial valuation being carried out at the balance sheet date.

i Reconciliation of opening and closing balances of the Present Value of the defined benefit obligation:	Year ended	
	31st March, 2018	31st March, 2017
	INR	INR
Present Value of defined benefit obligation at the beginning of the year	20,629,593.00	19,404,261.00
Interest cost	1,406,274.00	1,431,517.00
Current service cost	3,122,690.00	3,149,377.00
past service cost	3,131,378.00	-
Actuarial losses / (gains)	(4,372,277.00)	(1,252,614.00)
Benefits paid	(2,196,023.00)	(2,102,948.00)
Present value of defined benefit obligation at the close of the year	21,721,635.00	20,629,593.00

ii Changes in the fair value of Plan Assets and the reconciliation thereof:	Year ended	
	31st March, 2018	31st March, 2017
	INR	INR
Fair value of plan assets at the beginning of the year	23,516,052.00	22,080,545.00
Add :expected return on plan assets	1,813,443.00	1,766,372.00
Add / (less) : actuarial (losses) / gains	(84,250.00)	(105,302.00)
Add : contributions by employer	500,000.00	2,101,158.00
Less: benefits paid	(2,196,023.00)	(2,102,948.00)
Less: mortality charges and taxes	(208,377.00)	(223,773.00)
Fair value of plan assets at the close of the year	23,340,845.00	23,516,052.00
Actual Return on Plan Assets	-1,729,193.00	1,661,070.00

iii Amount recognized in the Balance Sheet:	Year ended	
	31st March, 2018	31st March, 2017
	INR	INR
Present Value of Obligation as at the end of year	21,721,635.00	20,629,593.00
Fair Value of Plan Assets as at the end of year	23,340,845.00	23,516,052.00
Funded Status	1,619,210.00	2,886,459.00
Current Liability	-	-
Non - Current Liability:	21,721,635.00	20,629,593.00
Unrecognised Actuarial (gains) / losses	-	-
Net Asset / (Liability)	1,619,210.00	2,886,459.00

Fair value of plan assets, in excess of present value of obligations, being adjustable against future contributions is recognised in the books of account.



SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

iv	Amounts recognised in the Statement of Profit and Loss are as follows:	Year ended	
		31st March, 2018 INR	31st March, 2017 INR
	Current service cost	3,122,590.00	3,149,377.00
	Past Service Cost	3,131,376.00	-
	Interest cost	1,406,274.00	1,431,517.00
	Expected return on plan assets	(1,813,443.00)	(1,766,372.00)
	Curtailment cost / (Credit)	-	-
	Settlement Cost / (Credit)	-	-
	Net Actuarial (Gain) / Loss recognised in the period / year	(4,288,027.00)	(1,147,312.00)
	Expenses Recognised in the Statement of Profit & Loss at the end of period / year	1,558,872.00	1,667,210.00

v	Amount for the current period:	Year ended	
		31st March, 2018 INR	31st March, 2017 INR
	Present value of obligation	21,721,635.00	20,629,593.00
	Plan assets	23,340,845.00	23,516,052.00
	Surplus / (Deficit)	1,619,210.00	2,886,459.00

vi	Broad categories of Plan Assets as a percentage of total assets as at 31st March 2018:	Year ended	
		31st March, 2018 Percentage (%)	31st March, 2017 Percentage (%)
	Insurer managed funds	100.00%	100.00%
	Total	100.00%	100.00%

vii	Actuarial Assumptions :	Year ended	
		31st March, 2018 Percentage (%)	31st March, 2017 Percentage (%)
	Discount rate	7.80%	7.20%
	Rate of increase in Compensation levels	9.50%	9.50%
	Rate of return on plan assets	8.00%	8.00%
	Expected Average remaining working lives of employees (years)	8.00	8.13

C The company provides for accumulation of compensated absences by its employees. The employees can carry forward a portion of the unutilised compensated absences and utilise it in future periods to receive cash in lieu thereof as per company policy. The company records an obligation for compensated absences in the period in which the employee renders the service that increases this entitlement. The total liability recorded by the company towards this benefit as at 31 March, 2018 is INR 12,894,662/- (Previous Year INR 13,116,506/-).

31 The Company has entered into operating lease arrangements for office space. Lease arrangements provide for cancellation by either of the parties and also contain a clause for renewal of the lease agreement. Lease payments on cancellable operating lease arrangements debited to Statement of Profit and Loss are as under.

	Year ended	
	31st March, 2018 INR	31st March, 2017 INR
Lease payments debited to the Statement of Profit and Loss		
Cancellable leases		
Lease rent for office	8,238,873.00	14,669,973.00



SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

32 Related Party Disclosures Under Accounting Standard 16 - "Related Party Disclosures", have been identified on the basis of representation made by the Management and taken on record by the Board of Directors and relied upon by the auditors. Disclosures of transactions with Related Parties are as under:

a Related Parties

Subsidiary

MITCON Multiskills Limited

Associate :

Krishna Windfarms Developers Private Limited (KWDPPL)

MITCON Megaskill Centers Private Limited (MMCPL)

Related Party where control exists:

Mitcon Foundation (Charitable Trust)

Key Management personnel:

Dr. Pradeep Bavadekar, Managing Director

b Transactions with Related Parties:

Sr. No.	Nature of transactions / Name of Related Party	2017-18 INR	2016-17 INR
i	Subsidiary MITCON Multiskills Limited Contribution to Equity (5,100 shares of INR 10/- each)	51,000.00	-
ii	Associate: Krishna Windfarms Developers Private Limited (KWDPPL) Income from Project Services Inter Corporate Loan disbursed Interest Charged on Inter Corporate Loan Corporate Guarantees issued to L & T Infrastructure Finance Company Limited (L & T) for loan availed by KWDPPL from L & T Contribution to Equity (5,880,000 shares of INR 10/- each)	235,754,536.00 226,445,679.00 14,188,402.00 420,000,000.00 -	44,154,588.00 - - - 59,065,200.00
	Associate: MITCON Megaskill Centers Private Limited (MMCPL) - Bank Guarantee Expenses incurred by Company and reimbursed by MMCPL (net of Taxes)	15,489,129.00	-
	a. Guarantees given by bankers on behalf of MMCPL to Jharkhand Skill Development Mission Society (JSOMS) 1) for Advance payment 2) for Performance #	127,247,200.00 10,048,000.00	- -
	Contribution to Equity (2,600 shares of INR 10/- each)	26,000.00	-
iii	Related Party where control exists: MITCON Foundation - Rent paid / Expenses reimbursed (net of Service Tax) - Student fees paid to MITCON Foundation collected through Credit Card Swipe. - Training fees received (net of Service Tax)	2,300,448.00 12,113,573.00 149,197.00	9,043,972.00 5,504,447.00 960,000.00
iv	Key Management Personnel (KMP) Dr. Pradeep Bavadekar A) Remuneration Salary Contribution to Provident Fund Superannuation Fund and others B) Dividend	6,900,000.00 696,720.00 909,865.00 560,000.00	6,665,000.00 672,483.00 984,495.00 -
v	Outstanding as on 31st March, 2018:		
a	Accounts Receivable Krishna Windfarms Developers Private Limited. Against Project Services Inter Corporate Loan Interest Charged on Inter Corporate Loan	20,088,740.00 225,309,605.00 12,778,661.00	14,500,000.00 - -
b	Accounts Payable Dr. Pradeep Bavadekar - Remuneration Payable Bank Guarantee expenses refunded by bank payable to MITCON Mega Skill Centers Pvt. Ltd. MITCON Foundation	346,528.00 10,810,922.00 -	262.00 - 742,005.00
c	Guarantees to Associates Corporate Guarantees issued to L & T Infrastructure Finance Company Limited (L & T) for loan availed by KWDPPL from L & T Guarantees given by bankers on behalf of MMCPL to Jharkhand Skill Development Mission Society (JSOMS) 1) for Advance payment 2) for Performance #	420,000,000.00 127,247,200.00 10,048,000.00	- - -

- Performance bank guarantee of INR 10,048,000/- received and cancelled on 10th May, 2018

As the liabilities for gratuity and leave encashment are provided on actuarial basis for the Company as a whole, the amounts pertaining to the KMP are not included above.



33

Earnings Per Share (Basic and Diluted)

	Year ended	
	31st March, 2018 INR	31st March, 2017 INR
Profit for the year After Taxation	29,267,108.00	44,243,161.00
Total weighted average number of equity shares during the year	12,100,000	12,100,000
Basic and Diluted earning per share	2.34	3.66

34 Balances of trade receivables and trade payables are subject to reconciliation and confirmation by respective parties.

35 **Tuition fees received from MKCL**

MITCON is a Training provider to Maharashtra Knowledge Corporation Limited (MKCL) for their MS-CIT and other courses. Fees of these training courses are directly collected by MKCL. On completion of these training programmes Tuition fees are shared by MKCL with the Company as per the Terms of Agreement. However as the Company's share of fees is not independently determinable by the Company prior to actual receipt thereof, these are accounted for on receipt basis.

36 **Commitments:**

	Year ended	
	31st March, 2018 INR	31st March, 2017 INR
Estimated amount of contracts remaining to be executed and not provided for in these accounts (net of advance) in respect of purchase of:		
Intangible Fixed assets		5,380,000.00

37 **Segment Reporting**

Based on the guiding principle given in the Accounting Standard-17 "Segment Reporting" issued by the Institute of Chartered Accountants of India, the company's Primary Segments are

- 1 Consultancy and Training
- 2 Project Services
- 3 Wind Power Generation

The above business segments have been identified considering:

- a. The nature of the products/ operation
- b. The related risks and returns
- c. The internal financial reporting systems of the organization.

Segment revenue, results, assets and liabilities have been accounted for on the basis of their relationship to the operating activities of the segment and amounts allocated on a reasonable basis.

Particulars	For the year ended 31st March, 2018 INR	For the year ended 31st March, 2017 INR
Segment Revenue		
Consultancy and Training	341,483,860.00	391,527,828.00
Project Services	238,139,007.00	44,154,568.00
Wind Power Generation	4,139,370.00	4,610,996.00
Revenue from Operations	583,762,237.00	440,293,412.00
Segment Results :		
Profit(+)/Loss(-) before tax and interest from each segment	(30,332,952.00)	(6,723,467.00)
Consultancy and Training	33,619,637.00	30,597,590.00
Project Services	413,289.00	2,181,001.00
Wind Power Generation	3,699,974.00	26,055,124.00
Total Segment Result	10,710,575.00	8,980,507.00
Unallocable income net of unallocable expenditure	29,155,335.00	20,874,421.00
Interest Income	43,565,884.00	55,910,052.00
Total	7,724,507.00	565,282.00
Less: Finance Cost	35,841,377.00	55,344,770.00
Total Profit Before Tax	9,100,000.00	18,150,000.00
Less Provision for Tax		
Current Tax	(1,311,055.00)	(2,780,927.00)
Deferred Tax	(214,676.00)	(4,267,464.00)
Excess provision for Taxation of Earlier years	26,267,108.00	44,243,161.00
Profit After Tax	7,564,268.00	10,601,600.00
Total carrying amount of segment assets		
Consultancy and Training	793,261,326.00	999,461,385.00
Project Services	258,156,976.00	14,500,000.00
Wind Power Generation	11,487,300.00	12,632,701.00
Total Segment assets	1,062,905,602.00	1,026,594,086.00
Total carrying amount of segment liabilities		
Consultancy and Training	112,872,602.00	104,423,172.00
Project Services	19,920,432.00	5,537,000.00
Wind Power Generation	-	-
Total Segment liabilities	132,793,034.00	109,960,172.00
Depreciation & Amortisation		
Consultancy and Training	24,081,185.00	22,739,863.00
Project Services	1,145,401.00	1,146,232.00
Wind Power Generation	25,226,586.00	23,888,115.00
Total Depreciation & Amortisation	26,453,172.00	26,774,210.00

Note: Windpower generation business is subject to Seasonal variations in winds, hence the results for the period are not necessarily comparable with the results of the previous periods performance.



SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

38 The Board of Directors have proposed final dividend of INR 1/- per equity share (10%) of INR 10 each for the financial year 2017-18 (P Y INR 1/- per Equity Share)

39 UTILIZATION OF MONEY RAISED THROUGH INITIAL PUBLIC OFFER

During the year ending 31st March, 2014 the company has made a public offer of 4,100,000 shares, which were fully subscribed.

Pursuant to the provisions of clause 43 of the listing agreement with the exchange, the disclosure is as follows:

The utilisation of the issue proceeds is as under:

Particulars	Utilisation planned as per prospectus	Utilisation of IPO proceeds as on 28th December, 2017	balance amount # to be utilised as on 28th December, 2017
	INR	INR	INR
Acquisition of property for setting up new offices in bangalore, hyderabad chennai, new delhi and ahmedabad and environment testing laboratory in bangalore and ahmedabad	161,380,000	97,234,305	64,145,695
Purchase of office equipments for new offices	5,770,000	3,388,740	2,383,260
Purchase of furniture and fixtures and carrying out interior designing for the new offices and the environment testing laboratory	29,119,000	18,221,012	10,897,988
Purchase of equipment for environment testing laboratory at ahmedabad and bangalore	10,150,000		10,150,000
General Corporate purposes	8,133,000	8,104,742	28,258
Issue expenses	35,548,000	35,542,182	5,818
Total	250,100,000	162,488,981	87,611,019

The objects of utilisation of unutilised IPO proceeds have been changed for use of funds for general corporate purpose by passing special resolution by the members through postal ballot on 28th December, 2017.

- 40 The Company opened the offer of its Qualified Institutional Placement (QIP) on 1st September, 2017. In view of the then current market conditions, the Board at its meeting held on 28th September, 2017 has withdrawn the proposed QIP and the offer made by the company for the issue accordingly stands cancelled. Expenses incurred by the company, have been disclosed as Extraordinary Item.
- 41 During the year ended 31st March, 2018 the company has formed a subsidiary company viz. MITCON Multiskills Ltd. in association with CMC Skills Private Limited in which the company is holding 51% of the paid up capital i.e. INR 51,000/- (5,100 equity shares of INR 10/- each.)
- 42 During the year ended 31st March, 2018, the Company has invested 26% of the paid up capital i.e. 2600 Equity Shares of INR 10 each in MITCON Megaskill Centers Private Limited (MMCPL) by investing INR 26,000. MMCPL is an Associate Company of MITCON Consultancy and Engineering Services Limited.
- 43 During the year, a Special Purpose Vehicle (SPV) viz. MITCON Megaskills Centers Private Limited (MMCPL) was incorporated in association with CMC Skills Private Limited, in which the company holds 26% of the paid up capital i.e. INR 26,000/- (2,600 equity shares of INR 10/- each). The SPV is an Associate of the company. The said SPV has received a Work Order worth INR 1,294,780,000/- from Jharkhand Skill Development Mission Society (JSDMS), Government of Jharkhand for establishing, operating and maintaining Megaskill Training Center(s) on Public Private Partnership (PPP) mode. The company has provided Bank Guarantee of INR 127,247,200/- towards mobilisation advance and Performance Bank Guarantee of INR 10,048,000/- in favour of JSDMS, Government of Jharkhand on behalf of said SPV which required approval of the Audit Committee and Board of Directors of the Company u/s 177 and 188 of the Companies Act, 2013. However, the Audit Committee and the Board of Directors of the Company in their meeting held on 10th November, 2017 have not approved and not ratified the transaction in the present form and considering the financial exposure faced by the company advised the management to relook this entire transaction and reduce the financial risk of the company. After end of the year, Performance Bank Guarantee of INR 10,048,000/- was returned by the JSDMS and the same is cancelled.
- 44 Krishna Windfarms Developers Pvt.Ltd. (KWDPL) is an Associate Company in which the company holds 49% stake. KWDPL has availed of Term Loan facility of INR 420,000,000 from L & T Infrastructure Finance Company Ltd. As security against this loan, the company has –
(i) pledged its investment in 5,880,000 equity shares of KWDPL aggregating to face value of INR 58,800,000 with Axis Trustee Services Ltd.
(ii) issued Corporate Guarantee of INR 420,000,000 in favour of L & T Infrastructure Finance Company Ltd.
- The company has given intercorporate loan to KWDPL out of which principal amount of INR 225,309,605/- is outstanding and interest thereon of INR 12,778,561/- is receivable from KWDPL as on 31st March 2018.
- 45 Change in Accounting Policy
Up to the previous year ended 31st March, 2017, the company was recognising revenue from the participants of in-house training programmes, at the commencement of the course. During the year company has changed the basis of recognising revenue to percentage completion of tenure of training programs. As a result of this change profit for the year is lower by INR 375,027/-.
- 46 Previous years figures have been re-grouped, reclassified wherever necessary to make them comparable with current year's figures

Signatures to the Notes 1 to 46, forming part of the Financial Statements.

For and on behalf of the Board




Archana Lakhe
Director
DIN: 07079209



Dr. Pradeep Bavadekar
Managing Director
DIN: 00879747



Ram Mapari
Chief Financial Officer



Abhijeet Modak
Company Secretary
M No. A36828

Date: 28th May, 2018
Place: Pune

