



INDEPENDENT AUDITOR'S REPORT

To

The Members

Globe International Carriers Ltd, Jaipur

Report on Financial Statements

We have audited the accompanying financial statements of **Globe International Carriers Ltd (Formerly known as Globe International Carriers Private Limited) (the Company)**, which comprise the **Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and Cash Flow Statement for the year then ended**, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the





preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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





BASIS OF QUALIFIED OPINION

The Company is not providing the liabilities for gratuity in the books, which is inconsistent in accordance with the Accounting Standard - 15 'Employee Benefits', issued by the Institute of Chartered Accountants of India. The total gratuity liability as on 31.03.2016 comes to Rs. 14,01,463/- as per certificates received from approved valuer.

QUALIFIED OPINION

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

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- (b) In the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on March 31, 2016; and
- (c) In the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on March 31, 2016.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2016 ('the Order'), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;





- b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. *Except for the effects of the matter described in the Basis for Qualified Opinion paragraph, in our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with Accounting Standards notified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;*
- e. On the basis of the written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164(2) of the Act.
- f. 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) there are number of pending litigations on the Company's financial position in its financial statements. The financial implication of such pending litigations on the Company's financial position in its financial statements is Rs. 2,10,39,876/-. This financial implication of such pending litigation has been recognised as contingent liability in the financial statements of the period under consideration as the cases are not finalised yet.
- (ii) the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts; and
- (iii) There has been an occasion in Company during the year under consideration to transfer any sums to the Investor Education and






MANSAKA RAVI & ASSOCIATES
Chartered Accountants

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Swage Farm, New Sanganeer Road,
Sodala, Jaipur - 302019
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E-mail: ravimansaka@gmail.com

Protection Fund. The question of delay in transferring such sums does not arise.

For Mansaka Ravi & Associates
Chartered Accountants
FRN 015023C




(CA Akshita Mansaka)
Partner
M. No. 517180

Place: Jaipur
Date: 26.05.2016



**ANNEXURE REFERRED TO IN THE AUDITOR'S REPORT ON THE ACCOUNTS
OF GLOBE INTERNATIONAL CARRIERS LTD FOR THE YEAR ENDING 31ST
MARCH, 2016**

As required by the Companies (Auditor's report) Order, 2016 issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013, we report that:

- (i) In respect of fixed assets:
 - (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
 - (b) As explained to us, all the fixed assets have been physically verified by the management during the year at reasonable intervals, which in our opinion, is reasonable having regard to the size of the Company and the nature of assets. As explained, no material discrepancies were noticed on such physical verification.
 - (c) The Company is not having any immovable properties.
- (ii) In respect of its inventories:
 - (a) As explained to us, the inventory has been physically verified by the management at regular intervals during the year. In our opinion, the frequency of verification is reasonable. And there were no material discrepancies noticed on physical verification of inventory as compared to the book records.
- (iii) In respect of loans, secured or unsecured, granted by the Company to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act 2013:
 - (a) According to the information and explanations given to us, the Company has granted any loans, secured and unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of Companies Act, 2013.
 - (b) According to the information and explanations given to us, the terms and conditions of the grant of such loans are not prejudicial to the company's interest except interest component.



- (c) According to the information and explanations given to us, the schedule of repayment of principal and payment of interest has not been stipulated. However, all repayments or receipts have been received by company by the end of year.
- (d) As the schedule of repayment of principal and payment of interest has not been stipulated, there is no overdue amount. However, the Company has taken reasonable steps for recovery of principal or interest, if any from such parties.
- (iv) In our opinion and according to the information and explanations given to us, in respect of loans, investments, guarantees, and security, the provisions of Section 185 and 186 of the Companies Act, 2013 have been complied with except the following where provisions of section 185 and 186 (regarding interest) were not complied with:

In respect of -	Maximum amount outstanding (Rs. In thousands)	Closing balance as at balance sheet date (Rs. In thousands)
Directors	2627.13	0
Persons in whom directors are interested	37756.53	0

- (v) According to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of the directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any relevant provisions of the Companies Act, 2013 and the rules made there under.
- (vi) In our opinion and according to the information and explanations given to us the maintenance of cost records has not been prescribed by the Central Government under Section 148(1) of the Companies Act, 2013 for the period under review for any of the products/services of the Company.
- (vii) In respect of statutory dues:
- (a) The Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Customs, duty of excise, Value Added Tax, Cess and other statutory dues applicable to it with the appropriate authorities except the TDS liability amounting to Rs. 4,29,875/- were in arrears as at the end of the financial year for a period of more than six months from the date they became payable. However, this liability has not been acknowledged as debt by the



Company upto the end of reporting period.

- (b) According to the information and explanations given to us, there are no dues of Income Tax or Sales Tax or Service Tax, or duty of customs or duty of excise or Value Added Tax, which have not been deposited on account of any dispute.
- (viii) In our opinion and according to the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowing to a financial institutions, banks, Government or dues to debenture holders.
- (ix) In our opinion and according to the information and explanations given to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments. In our opinion and according to information and explanation given to us, the term loans have been applied for the purpose for which they were raised.
- (x) According to the information and explanations given to us, no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company.
- (xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him.



(xvi) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934.

Place: Jaipur
Date: 26.05.2016



For Mansaka Ravi & Associates
Chartered Accountants

FRN: 015023C


(CA Akshita Mansaka)

Partner
M. No. 517180

Balance Sheet as at 31st March, 2016

(Amount in INR)

Particulars	Note No	As on 31st March, 2016	As on 31st March, 2015
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	58,854,000	9,809,000
(b) Reserves and Surplus	3	80,725,790	119,706,233
(2) Share Application Money Pending Allotment			
(3) Non-Current Liabilities			
(a) Long-term Borrowings	4	3,306,098	5,625,373
(b) Deferred Tax Liabilities	5	469,974	4,076,918
(c) Other Long term liabilities		-	-
(d) Long term provisions		-	-
(4) Current Liabilities			
(a) Short-term Borrowings	6	174,874,941	142,958,375
(b) Trade Payables	7	24,494,314	19,478,706
(c) Other Current Liabilities	8	6,468,180	6,977,319
(d) Short-term Provisions	9	7,474,572	2,458,842
Total		356,667,868	311,090,766
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	10	7,730,054	20,304,478
(ii) Intangible Assets	10	268,664	236,782
(b) Non-Current Investments			
(c) Deferred Tax Assets	5	-	-
(d) Long term Loans and Advances	11	2,903,885	4,874,430
(e) Other Non-Current Assets			
(2) Current Assets			
(a) Inventories	12	955,362	1,070,649
(b) Trade Receivables	13	293,819,322	258,771,094
(c) Cash and Bank Balances	14	7,857,834	6,430,635
(d) Short-term Loans and Advances	15	36,417,460	14,818,396
(e) Other Current Assets	16	6,715,288	4,584,303
Total		356,667,868	311,090,766
Significant Accounting Policies	1		
Notes on Accounts	2 to 27		

As per our separate report of even date

For Mansaka Ravi & Associates
Chartered Accountants

FRN :- 015023C

Ashita
(Akshita Mansaka)
Partner

M. No. 517180

Place : Jaipur

Dated : 26.05.2016



For and on behalf of the Board of Directors of
Globe International Carriers Ltd.

Subhash Agarwal
(Subhash Agarwal)
Managing Director
DIN:- 00345009

Surekha Agarwal
(Surekha Agarwal)
Director
DIN:- 00345237

Subhash Agarwal
(Chief Financial Officer)

GLOBE INTERNATIONAL CARRIERS LTD
(Formerly known as Globe International Carriers Private Limited)
301-306, PRAKASH DEEP COMPLEX, NEAR MAYANK TRADE CENTER, STATION ROAD, JAIPUR-302006

CIN: U60232RJ2010PLC031380

Email: cs@gicpl.in, Website: www.gicpl.in, Tel: +91 141-2361794

Statement of Profit and Loss for the year ended 31st March, 2016

(Amount in INR)

Particulars	Note No	For the year ended 31st March, 2016	For the year ended 31st March, 2015
I. Revenue from Operations	17	1,028,045,803	1,142,450,298
II. Other Income	18	353,393	539,176
III. Total Revenue (I+II)		1,028,399,196	1,142,989,475
IV. Expenses:			
(a) Operating Expenses	19	960,933,515	1,057,248,900
(b) Employee Benefit Expenses	20	13,034,623	19,905,733
(c) Finance Costs	21	19,179,274	22,945,703
(d) Depreciation and Amortization Expense	10	4,028,508	12,199,131
(e) Other Expenses	22	12,000,341	17,570,826
Total Expenses (IV)		1,009,176,261	1,129,870,293
V. Profit before Exceptional and Extraordinary Items and Tax		19,222,935	13,119,182
VI. Exceptional Items:			
Profit (Loss) on sale of Fixed Assets		(2,762,156)	408,318
Prior Period Expense		52,158	-
Loss by Embezzlement		-	(1,164,643)
Loss by Theft		-	(73,410)
VII. Profit Before Tax		16,408,621	12,289,447
VIII. Tax Expense:			
(1) Current Tax		7,474,572	2,458,842
(2) Deferred Tax Liability (Reversed)	5	(3,606,944)	2,469,175
(3) MAT Credit Reversed		2,277,629	(1,243,554)
(4) Interest on Income Tax		198,807	-
IX. Profit for the Period (VII - VIII)		10,064,557	8,604,984
X. Earning Per Equity Share:	23		
(1) Basic		1.71	1.46
(2) Diluted		1.71	1.46
Significant Accounting Policies	1		
Notes on Accounts	2 to 27		

As per our separate report of even date

For Mansaka Ravi & Associates
Chartered Accountants
FRN :- 015023C

(Akhita Mansaka)
Partner
M. No. 517180

Place : Jaipur

Dated : 26.05.2016



For and on behalf of the Board of Directors of
Globe International Carriers Ltd.

(Subhash Agarwal)
Managing Director
DIN:- 00345009

(Surekha Agarwal)
Director
DIN:- 00345237

(Chief Financial Officer)

GLOBE INTERNATIONAL CARRIERS LIMITED

(Formerly known as Globe International Carriers Private Limited)

**301-306, PRAKASH DEEP, NEAR, MAYANK TRADE CENTRE,
STATION ROAD, JAIPUR - 302006**

Email: cs@gicpl.in, Website: www.gicpl.in, Tel: +91 141-2361794

ACCOUNTING YEAR - 2015-16

1. Significant Accounting Policies:

1.1 System of Accounting & Use of Estimates

The Company follows the mercantile system of accounting by following accrual concept in the preparation of accounts. The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/materialized.

1.2 Valuation of Inventory

- A) Consumables, Stores, Tyres, Tubes and other accessories for repair maintenance of trucks and trailers are valued at lower of cost and net realizable value. Cost of these inventories is determined on FIFO Basis.
- B) Scrap, if any, such as old vehicle parts, old tyres and others are valued at net realizable value.

1.3 Cash Flow Statement

Cash flows are reported using the indirect method as prescribed in Accounting Standard 3 'Cash Flow Statement', where by net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expense associated with investing or financial cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

Cash and cash equivalents in the cash flow statement comprise cash at bank and in hand and short-term investment with an original maturity of three months or less.



1.4 Depreciation

Depreciation on fixed assets is calculated at the rates specified in Schedule II of the Companies Act, 2013 as per Straight Line Method.

1.5 Revenue Recognition

Company generally follows mercantile system of accounting and recognizes significant items of income & expenditure on accrual basis. However, some of expenditures are accounted for on the receipt of bill or invoice of the same which are not material.

1.6 Freight Income

Freight Income is recognized at the time of transfer of risks and rewards i.e. as and when the goods are delivered by the Company to its customer. Lorry Hire Charges are accounted when hired vehicles deliver the goods to the customer of the Company at destination. Lorry hire charges in respect of trucks not owned by the Company represents payments made to the lorry owners based on individually negotiated rates.

1.7 Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. The Company capitalizes all cost relating to acquisition and any attributable cost of bringing the asset to its working condition for its intended use and other installation cost.

Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

1.8 Employee Retirement Benefits

- a. All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and they are recognized in the period in which the employee renders the related services.
- b. Contributions to Provident Fund / Employee State Insurance are made at pre-determined rates and are charged to Statement of Profit and Loss in the year in which they become due.
- c. There are no other obligations other than the contribution payable to the respective trusts.



1.9 Borrowings Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that takes necessarily substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

1.10 Segment Information

The Company is solely engaged in the business of providing services of transportation as a Goods Transport Agency. The entire operation are governed by the same set of risk and returns and hence the same has been considered as representing a single primary segment. The said treatment is in accordance with the guiding principles enunciated in the Accounting Standard 17 on Segmental Reporting issued by Institute of Chartered Accountants of India.

The Company provides services within India and does not have any operations in economic environments with different risk and returns hence it is considered that the Company is operating in a single geographical segment.

1.11 Earning Per Share

Earnings per share is calculated by dividing net profit for the year attributable to equity shareholders by weighted average number of equity share outstanding during the year as per AS – 20 issued by the Institute of Chartered Accountants of India.

1.12 Income Tax

- a) Provision is made both for current and deferred taxes. Provision for current income tax is made on the current tax rates based on assessable income in accordance with the Indian Income – tax Act, 1961.
- b) Deferred Income Tax is provided on all temporary difference, at the balance sheet date between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes.
- c) Deferred tax assets and liabilities are measured using the tax rates and tax laws that been enacted or substantially enacted at the balance sheet date.



- d) Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.
- e) Further, if the company has carry forward of unabsorbed depreciation and tax losses, entire deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that entire deferred tax assets can be realized against future taxable profits.

1.13 Impairment of Assets

- a) If the carrying amount of fixed assets exceeds the recoverable amount on the reporting date, the carrying amount is reduced to the recoverable amount. The recoverable amount is measured as the higher of the net selling price and the value in use determined by the present value of future cash flows.
- b) Impairment of losses, if any on fixed assets are recognized and charged to profit & loss account, in accordance with Accounting Standard 28 "Impairment of Assets" issued by the Institute of Chartered Accountants of India.

1.14 Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but disclosed in the notes.

1.15 Bank Balances of the Company as on 31/03/2016 are subject to Reconciliation.

1.16 Except where stated, accounting policies are consistent with the generally accepted accounting principles and have been consistently applied.

For Mansaka Ravi & Associates
Chartered Accountants
FRN:- 015023C

Ashita
(Ashita Mansaka)
Partner
Membership No. 517180



Place: Jaipur
Date: 26.05.2016



For Globe International Carriers Ltd.

Subhash
(Subhash Agarwal)
Managing Director
DIN: - 00345009

Surekha Agarwal
(Surekha Agarwal)
Director
DIN:-00345237

Subhita
(Chief Financial Officer)

ACCOUNTING YEAR 2015-16

Notes on Accounts

The previous year figures have been regrouped/ reclassified, wherever necessary to confirm to the current year presentation.

2. Share Capital

Particulars	As at 31st March, 2016	As at 31st March, 2015
Authorised Share Capital:		
10,500,000 Equity Shares of Rs.10/-each (Previous year 25,00,000 Equity Shares of Rs.10/-each)	105,000,000	25,000,000
Issued Capital, Subscribed and Paid-up Capital:		
5,885,400 Equity Shares of Rs.10/- each (Previous year 9,80,900 Equity Shares of Rs.10/- each fully paid up)	58,854,000	9,809,000
TOTAL	58,854,000	9,809,000

2.1 The reconciliation of the number of shares outstanding as under:

Particulars	As at 31st March, 2016 No. of Shares	As at 31st March, 2015 No. of Shares
Equity Shares at the beginning of the year	980,900	980,900
Add: Bonus Shares Issued during the year	4,904,500	-
Less: Cancelled during the year on buy back of securities	-	-
Equity Shares at the end of the year	5,885,400	980,900

2.2 The details of shareholders holding more than 5% shares:

Name of Shareholder	As at 31st March, 2016		As at 31st March, 2015	
	% held	No. of Shares	% held	No. of Shares
Sh. Subhash Agarwal	71.36	4,200,000	71.36	700,000
Smt. Surekha Agarwal	10.19	600,000	10.19	100,000
M/s Govind Kripa Enclave LLP	9.27	545,400	9.27	90,900

3. Reserves & Surplus

Particulars	As at 31st March, 2016	As at 31st March, 2015
Securities Premium Account		
Balance as at the beginning of the year	107,280,000	107,280,000
Less: Capitalisation against Bonus Shares Issued during the Year	(49,045,000)	-
	58,235,000	107,280,000
Surplus in Statement of Profit & Loss		
Balance as at the beginning of the year	12,426,233	3,821,248
Profit for the Current Year	10,064,557	8,604,984
	22,490,790	12,426,233
Closing Balance	80,725,790	119,706,233



4. Long Term Borrowings

Particulars	As at 31st March, 2016		As at 31st March, 2015	
	Non-Current	Current	Non-Current	Current
Term Loan				
From Banks & Financial Institutions				
Secured				
HDFC Bank Limited	377,112	121,171	498,283	109,359
Kotak Mahindra Bank	2,928,986	2,198,104	5,127,090	1,928,927
TOTAL	3,306,098	2,319,275	5,625,373	2,038,286

4.1 The terms of repayment of loans taken from Banks are as under:-

Name of Bank	Rate of Interest	Periodicity of Installments	Amount of Instalment	Purpose
Kotak Mahindra Bank	13.00%	Monthly	228034	Working Capital
HDFC Bank Limited	10.30%	Monthly	13907	Car Loan

4.2 The Company does not have any continuing default in repayment of loans and interest as on the reporting date.

4.3 Type of Security regarding above mentioned loan as follows:

Name of Bank	Security clause
Kotak Mahindra Bank (Working Capital Term Loan)	Equitable Mortgage of Plot for residential use located at: 1. Plot No. A 85, Rajat Vihar, Sikar Road, Jaipur owned by Subhash Agarwal 2. Plot No. D-269, Kanak Vatika D, Tonk Road, Jaipur owned by Subhash Agarwal 3. Plot No. 37, Bajrang Deep I, Village Shri Kishanpura, Jagatpura, Teh. Sanganer, Jaipur owned by Surekha Agarwal 4. Plot No.91 & 92, Block 129, Shubhangan, Omaxe City, At Village Bagru Khurd, Tehsil Sanganer, Ajmer Road, Jaipur owned 5. Plot No. G-48 & G-49, Eden Garden, Sikar Road, Jaipur owned by Mr. Subhash Agarwal and Mrs. Surekha Agarwal
HDFC Bank Limited (Car Loan)	Hypothecation of Car itself to the extent of 100% of loan

5. Deferred Tax Liabilities/ Assets

Particulars	As at 31st March, 2016	As at 31st March, 2015
Deferred Tax Liability (A)		
Related to Depreciation on fixed assets	638,747	4,204,665
Deferred Tax Asset (B)		
Related to disallowance under the Income Tax Act, 1961	168,773	14,585
Related to Unabsorbed Depreciation	-	113,163
Net DTL/DTA [(A)- (B)]	469,974	4,076,918

5.1 In accordance with AS-22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, the Company has reversed deferred tax liability to the tune of Rs. 36,06,944/-



6. Short Term Borrowings

Particulars	As at 31st March, 2016	As at 31st March, 2015
Loans Repayable on Demand		
From Banks		
HDFC Cash Credit A/c - 13292840000023	140,000,000	149,912,950
HDFC Overdraft A/c - 13292840000016	34,874,941	(6,954,575)
TOTAL	174,874,941	142,958,375

6.1 Type of Security regarding above mentioned loan as follows:

a) **Equitable Mortgage of following commercial and residential**

- 1) 303 to 308 Prakash Deep Complex, Railway Station Road, Jaipur
- 2) 203 to 206 & 209 Prakash Deep Complex, Railway Station Road, Jaipur
- 2) Plot No. 2 & 4, Madhu Nagar, Near Jodla, Sikar Road, Jaipur
- 3) D-1/10, LIC Colony, Sector-2, Vidhyadhar Nagar, Jaipur
- 4) 401 & 101 Adarsh Plaza, Near Khasa Kothi Circle, Jaipur
- 5) 714 & 512 Anchor Mall, Ajmer Road, Jaipur
- 6) 304, 703 & 704, Shrivilla Apartment, Kantichand Road, Banipark, Jaipur
- 7) Villa No. 574, Block 25, Omax City, Jaipur

b) **First & Exclusive Charge on Current Assets (Current & Future) - Hypothecation**

7. Trade Payables

Particulars	As at 31st March, 2016	As at 31st March, 2015
Micro, Small and Medium Enterprises		
Others	24,494,314	19,478,706
TOTAL	24,494,314	19,478,706

7.1 The Company has not received any intimation from any of its suppliers about their having filed a memorandum in pursuance of Micro, Small and Medium Enterprise Development Act, 2006. Hence, the disclosure requirement u/s 22 of MSMED Act, 2006 is not applicable to the Company.

8. Other Current Liabilities

Particulars	As at 31st March, 2016	As at 31st March, 2015
Current maturities of Long Term Debt (Refer Note No.4)	2,319,275	2,038,286
Advance from Customers		1,741,589
Statutory Dues	1,628,603	132,656
Payable to Employees	1,072,614	1,330,496
Payable to Drivers	48,979	137,245
Amount due to Directors	23,379	30,000
Others Payables (Interest + Exp)	1,375,330	1,567,047
TOTAL	6,468,180	6,977,319



9. Short Term Provisions

Particulars	As at 31st March, 2016	As at 31st March, 2015
Provision for Income Tax (Net of MAT Credit)	7,474,572	2,458,842
TOTAL	7,474,572	2,458,842

11. Long Term Loans and Advances

Particulars	As at 31st March, 2016	As at 31st March, 2015
Unsecured & Considered Good		
MAT Credit Entitlement	-	2,277,629
Claim Deposit under Protest	1,002,543	1,002,543
Other Receivables	1,901,342	1,594,257
TOTAL	2,903,885	4,874,430

12. Inventories

Particulars	As at 31st March, 2016	As at 31st March, 2015
Diesel in Stock	4,505	47,972
Packing Material	491,666	563,486
Rassa in Stock	1,600	1,600
Tripal in Stock	37,920	37,920
Tools & Equipments	41,505	41,505
Stores	367,666	367,666
Oxygen Cylinder	10,500	10,500
TOTAL	955,362	1,070,649

Refer Significant Accounting Policy No. 1.2

13. Trade Receivables

Particulars	As at 31st March, 2016	As at 31st March, 2015
Outstanding for a period exceeding six months from the due date		
Unsecured & Considered Good	79,625,769	75,625,456
Others		
Unsecured & Considered Good	214,193,554	183,145,639
TOTAL	293,819,322	258,771,094

14. Cash and Bank Balances

Particulars	As at 31st March, 2016	As at 31st March, 2015
Balances with Banks		
In Current Accounts	348,607	166,374
Deposit with Bank for a period exceeding 3 Months	3,762,541	4,168,722
Cash in hand	3,746,686	2,095,539
TOTAL	7,857,834	6,430,635

Refer Significant Accounting Policy No. 1.15



15. Short Term Loans and Advances

Particulars	As at 31st March, 2016	As at 31st March, 2015
Unsecured & Considered Good		
Advance Income Tax	-	200,000
Advances recoverable in cash and kind or for value to be received		
-Prepaid Expenses	328,985	717,993
-Amount Due from Directors	-	17,501
-Advances to Employees	691,083	710,284
-Security Deposits - EMD	1,607,500	3,030,000
-Operational Advances to Drivers	5,801,392	9,287,544
-Loan to Staff	78,000	13,000
-Advances and Deposits with Landlords	265,200	451,500
-Advances to Creditors	145,300	352,033
-Income Tax Refundable	-	38,540
-Loan to Alwar General Finance Co. Ltd.	27,500,000	
TOTAL	36,417,460	14,818,396

(During the year under consideration company has given a loan of Rs. 2.75 Crore to M/s Alwar General Finance Co. Pvt. Ltd. for the purpose of investment and the same was used for the purpose for which it was taken)

16. Other Current Assets

Particulars	As at 31st March, 2016	As at 31st March, 2015
Accrued Interest on Deposits	21,031	42,926
TDS Receivables	6,623,257	532,917
Debtors for Fixed Assets Sold	50,000	3,996,369
TDS Amount Receivable from Parties	-	12,092
Advances against Car Booking	21,000	-
TOTAL	6,715,288	4,584,303

17. Revenue from Operations

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Freight, Logistics and Other Services	1,012,411,374	1,127,222,875
Other Operational Incomes	7,759,429	7,222,824
Storage & Warehousing Services	7,875,000	8,004,600
TOTAL	1,028,045,803	1,142,450,298

18. Other Income

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Interest Income - FDR's	296,293	312,932
Interest Income Others	9,164	144,523
Interest on IT Refund	-	60,800
Misc. Incomes	47,936	20,921
TOTAL	353,393	539,176



19. Operating Expenses

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Freight & Vehicle Expenses	883,110,101	696,684,809
Vehicle Trip Expenses	4,980,542	59,540,144
Tyres & Tubes	1,847,900	9,686,556
Vehicle Tax & Insurance	3,494,087	4,649,727
Diesel & Oil Expenses	25,869,744	191,272,576
Repair & Maintenance Truck	5,542,406	21,010,780
Other Operational Expenses	5,168,522	26,550,623
Driver Salary Expenses	1,710,272	21,561,702
Loading & Unloading Expenses	29,209,941	26,291,983
TOTAL	960,933,515	1,057,248,900

20. Employee Benefit Expenses

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Salary & Wages	11,602,935	18,524,878
Leave Encashment	114,560	2,065
Incentive to Staff	42,000	139,774
Employee Late Coming Charges - Recovered	(7,950)	(16,998)
Staff Welfare Expenses	607,013	1,118,930
Arrear to Staff	86,773	-
Bonus to Staff	362,844	-
Retrenchment Benefits	114,726	-
ESI & PF	111,722	137,084
TOTAL	13,034,623	19,905,733

21. Finance Costs

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Interest Expense		
Interest on Working Capital Loan	18,201,386	21,532,656
Interest on Term Loan - Fleet	-	220,744
Interest on Topup Loan CV	-	27,727
Interest on Car Loan	57,525	32,881
Interest on Term Loan - Kotak	807,481	836,358
	19,066,392	22,650,365
Others		
Bank Charges	112,883	295,338
TOTAL	19,179,274	22,945,703



22. Other Expenses

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Administrative Expenses & Other Expenses (A)		
Rent, Rates & Taxes	2,295,454	3,403,208
Insurance Expenses	74,555	102,276
Telephone, Internet & Other Communication Expenses	1,185,945	2,030,912
Printing & Stationery	378,042	507,556
Travelling & Conveyance Expenses	2,070,980	4,206,493
Electricity & Water Expenses	590,177	896,241
Annual Maintenance Charges	149,620	133,438
Advertisement Expenses	58,450	63,181
Consultancy & Legal Expenses	571,712	767,158
Conference and Seminar Expenses	60,381	167,156
Business Promotion	418,098	771,842
Charity & Donation	25,101	22,204
Member Ship Fees	2,844	-
Festival Expenses	46,398	179,534
TDS Expense	2,060	-
Interest on TDS	25,672	-
Interest on Service Tax / SBC	3,843	-
Commission & Brokerage	4,250	-
IBA Renewal Expense	103,050	-
IPO Consultancy Expense	570,000	-
IPO Expense	112,738	-
ISO Certification Expense	6,061	-
Training Expense	48,000	-
Professional Expense	138,671	-
Authorised Capital Increase Exp	760,600	-
Office, Repair & Maintenance Expenses	1,492,043	2,269,432
Misc. Expenses	339,078	1,912,575
TOTAL (A)	11,533,823	17,433,206
Payment to Auditors & Consultants (B)		
Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
a) For Stautory Audit	114,500	78,652
b) For Company Law matters	8,518	-
c) For Restatement of Accounts	143,125	-
d) For Other Expenses	200,375	58,968
TOTAL (B)	466,518	137,620
GRAND TOTAL (A+B)	12,000,341	17,570,826



23. Earning Per Share

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Profit After Tax as Per Statement of Profit & Loss	10,064,557	8,604,984
No. of Equity shares outstanding as on 31.03.2016	5,885,400	980,900
Average No. of Equity Shares Outstanding as on 31.03.2016 as per AS-20 (Since the bonus issue is an issue without consideration, the issue is treated as if it had occurred prior to the beginning of the year 2015, the earliest period reported)	5,885,400	5,885,400
Face value per Equity Share	10	10
Basic Earning Per Share	1.71	1.46
Diluted Earning Per Share	1.71	1.46

24. Related Party Disclosures

As per Accounting Standard 18- "Related Party Transactions" issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties as defined in Accounting Standard are as under -

24.1 List of related parties with whom transactions have taken place and relationships -

Name of Related Party	Relationship
Subhash Agarwal	Managing Director/Shareholder
Surekha Agarwal	Director/Shareholder
Shubham Agarwal	Director/Shareholder
Subhash Agarwal HUF	Director's HUF
Govind Kripa Infratech Pvt. Ltd.	Sister Concern
GRC Logistics LLP	Sister Concern
Intra Globe Supply Chain Pvt. Ltd.	Sister Concern
Govind Kripa Enclave LLP	Sister Concern

24.2 Details of transactions relating to persons referred to in item 24.1 above -

Nature of Transactions	F.Y. 2015-16	F.Y. 2014-15
Sale of Services	6,143,220	0
Business Advance Received	108,250	0
Business Advance Paid	94,400	0
Remuneration to Directors	2,568,000	1,560,000
Rent Paid	699,366	584,496
Loan/Deposit received	69,241,340	78,656,150
Loan/Deposit paid	69,126,148	78,723,224

25. General Notes

Company has not made any rules for gratuity payable to employees other covered by payment of the Gratuity Act, 1972.



26. Normal Operating Cycle and Classification of Assets and Liabilities into Current and Non- Current

- 26.1 In accordance with the requirement of Schedule III of Companies Act, 2013 , Normal Operating Cycle of the Company's business is determined and duly approved by the Management.
- 26.2 Assets and Liabilities of the above Business have been classified into Current and Non Current using the above Normal Operating Cycle and applying other criteria prescribed in Schedule III of Companies Act,

27. Contingent Liabilities

- 27.1 Guarantees given by the Company's Banker on behalf of the Company towards performances of Rs. 52 Lakhs
- 27.2 Company has given two Cheques of Rs. 25 lacs & Rs. 30 lacs respectively to two parties as a Security Deposits and the same may be presented before bank for encashment in the event of default made by the company in terms of Contract.
- 27.3 There are number of civil litigations are pending against the company on the balance sheet. The financial implication of such pending litigations are Rs. 2,10,39,876. As the cases are still pending before court of law and not finalised yet, hence, the provision in respect of such claim has not been made in profit and loss account as per the provisions of Accounting Standard - 29 issued by ICAI.
- 27.4 Company has demand of Rs. 4,29,875 of TDS defaults as per 26AS which has not been acknowledged as debt by the Company yet.

As per our separate report of even date

**For Mansaka Ravi & Associates
Chartered Accountants
FRN :- 015023C**


**(Akshita Mansaka)
Partner**

M. No. 517180

Place : Jaipur

Dated : 26.05.2016



**For and on behalf of the Board of Directors of
Globe International Carriers Ltd.**


**(Subhash Agarwal)
Managing Director
DIN:- 00345009**


**(Surekha Agarwal)
Director
DIN:- 00345237**


Chief Financial Officer

GLOBE INTERNATIONAL CARRIERS LTD

(Formerly known as Globe International Carriers Private Limited)

301-306, PRAKASH DEEP COMPLEX, NEAR MAYANK TRADE CENTER, STATION ROAD, JAIPUR-302006

ACCOUNTING YEAR 2015-16

CIN: U60232RJ2010PLC031380

CALCULATION OF DEPRECIATION AS PER COMPANIES ACT, 2013

Note 10

S.No	Name of Assets	GROSS BLOCK				DEPRECIATION ON ORIGINAL COST				NET BLOCK	
		As on 31/03/15	Addition	Deduction	As on 31/03/16	Upto 31.03.16	During the Year	Deductions	Upto 31/03/16	As on 31/03/15 On Original	As on 31/03/16 on Original Cost
I	Tangible Assets										
1	Cars	2880948	0	0	2880948	439556	505637	0	945193	2441392	1935755
2	Office Equipments	1921085	5315	0	1926400	1271141	259718	0	1530859	649943	395540
3	Two Wheelers	508875	0	0	508875	78567	78567	0	157134	430308	351741
4	Computers	902407	16900	0	919307	721790	139452	0	861242	180618	58066
5	Furniter & Fixtures	3148065	0	0	3148065	423096	423865	0	846961	2724969	2301105
6	Trucks & Trailors	17987701	0	12979396	5008305	4110454	2501236	4291231	2320459	13877247	2687846
	TOTAL	27349082	22215	12979396	14391901	7044604	3908474	4291231	6661848	20304478	7730054
II	Intangible Assets										
1	Computer Software	359037	151915	0	510953	122255	120034	0	242289	236782	268664
	TOTAL	359037	151915	0	510953	122255	120034	0	242289	236782	268664
	TOTAL	27708119	174130	12979396	14902854	7166859	4028508	4291231	6904136	20541260	7998717



GLOBE INTERNATIONAL CARRIERS LTD
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301-306, PRAKASH DEEP COMPLEX, NEAR MAYANK TRADE CENTER, STATION ROAD, JAIPUR
CIN: U60232RJ2010PLC031380
Email: cs@gicpl.in, Website: www.gicpl.in, Tel: +91 141-2361794

Cash Flow Statement for the year ended 31st March, 2016 (As per AS-3 Revised)

Particulars	Amount	
	For the year ended 31st March, 2016	For the year ended 31st March, 2015
(A) Operating Activities		
Profit after tax	10,064,557	8,604,984
Add: Provision for income tax	7,474,572	2,458,842
Add: Provision of DTL	(3,606,944)	2,469,175
Add: MAT Credit Reversed	2,277,629	(1,243,554)
Add: Interest on Income Tax	198,807	-
Profit before tax	16,408,621	12,289,447
Add:		
(i) Depreciation	4,028,508	12,199,131
(ii) Interest paid	19,066,392	22,650,365
(iii) Loss on Sale of Fixed Assets	2,762,156	-
Less:		
(i) Interest Received	(305,457)	(518,255)
(ii) Profit on Sale of Fixed Assets	-	(408,318)
Operating Profit before Working Capital Changes	41,960,219	46,212,370
Add:		
(i) Increase in Trade Payables	5,015,608	981,992
(ii) Decrease in Other Current Assets	-	2,151,506
(iii) Decrease in Inventories	115,287	74,841
(iv) Decrease in Short term Loans & Advances	(21,599,064)	2,540,203
(v) Increase in Short term Provisions	-	-
(vi) Increase in Short Term Borrowings	31,916,566	-
Less:		
(i) Decrease in Short term Borrowings	-	(55,388,948)
(ii) Increase in Short term Loans & Advances	-	-
(iii) Increase in Trade Receivables	(35,048,228)	(435,666)
(iv) Increase in Other Current Assets	(2,130,985)	-
(v) Decrease in Other Current Liabilities	(509,139)	(9,069,575)
Operating Profit after working capital changes	19,720,264	(12,933,277)
Less: Income tax paid	(2,657,640)	(499,080)
Net Cash Used in Operating Activities	17,062,624	(13,432,357)
(B) Investing Activities		
(i) Interest Received	305,457	518,255
(ii) Sale of Fixed Assets	5,926,000	33,139,200
(iii) Purchase of Fixed Assets	(174,130)	(1,376,063)
(iv) Increase in Long Term Loans & Advances	-	251,882
(v) Decrease in Long Term Loans & Advances	(307,085)	-
(vi) Reliasation from FDR's	406,181	141,124
Net Cash Used in Investing Activities	6,156,423	32,674,399
(C) Financing Activities		
(i) Increase in Long-term Borrowings	-	5,625,373
(ii) Decrease / Repayment of Long-term Borrowings	(2,319,275)	-
(iii) Interest paid	(19,066,392)	(22,650,365)
Net Cash Flow from Financing Activities	(21,385,667)	(17,024,992)
Net Cash Flow [(A) + (B) + (C)]	1,833,380	2,217,056
Add: Opening Balance of Cash and Cash Equivalents	2,261,913	44,858
Closing Balance of Cash and Cash Equivalents	4,095,293	2,261,913

As per our separate report of even date

For Mansaka Ravi & Associates
Chartered Accountants
FRN :- 015023C

(Akshita) Mansaka
Partner
M. No. 517180
Place : Jaipur
Dated : 26.05.2016



For and on behalf of the Board of Directors of Globe International Carriers Ltd.

(Subhash Agarwal)
Managing Director
DIN:- 00345009

(Surekha Agarwal)
Director
DIN:- 00345237

(Chief Financial Officer)