

Singhi & Co.

Chartered Accountants

161, SARAT BOSE ROAD, KOLKATA-700 026, (INDIA)

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Independent Auditor's Report on Quarterly Standalone Financial Results and Standalone Year to Date Results of GATI Limited pursuant to regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

To,
The Board of Directors of Gati Limited

1. We have audited the accompanying standalone financial results ('the Statement') of M/s. Gati Limited for the quarter and year ended 31st March, 2018, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation') read with the SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016 ('the Circular'). Attention is drawn to the fact that the figures for the quarter ended March 31, 2018 and the corresponding quarter ended in the previous year as reported in the Statement are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the current and previous financial year respectively.
2. The Statement has been prepared on the basis of annual financial statements and reviewed quarterly financial results upto the end of third quarter which is the responsibility of the Company's management. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with rules issued there under, other accounting principles generally accepted in India and in compliance with requirement of the Regulation.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting amounts disclosed in the statement. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.
4. Attention is drawn to the fact that the Company has given operational advances to few parties aggregating Rs. 2015.35 lakhs which is long overdue and the full recoverability of which is doubtful. No impairment allowance for potential collectability has been recognized against above advances. Based on the information received from the management of the Company regarding the assumptions used in assessing the recoverability of this amount, we were unable to determine the impact on the financial statements, of a potential adjustment for impairment that might have been necessary in order to present the balance at its estimated recoverable value.

Our opinion is qualified in the above matter.



5. Further, without qualifying our opinion, we draw your attention to the following matters:
- Loans given to a subsidiary amounting to Rs. 2000.76 lakhs in earlier years and during the year, which is outstanding as at the reporting date. The management is confident of recovery of the amount in due course and no provision is considered necessary for any possible losses that may arise in this behalf.
 - Based on the Scheme of arrangement by the Hon'ble Andhra Pradesh High Court by its Order dated March 19, 2013 the company had created Special Reserve which allows its utilization for adjustment of any capital losses arising from transfer of assets and certain other losses as specified in the Scheme and as the Board of director may deem fit. The Company has adjusted an amount of Rs.286.62 Lakhs against the said Special Reserve in earlier years, which has been now recovered during the year and adjusted in profit & loss account for the current quarter.
 - During the current quarter, the Company has exercised certain options and exemptions being available under Ind AS 101 on 'First-time adoption of Indian Accounting Standards' and necessary adjustment has been carried out on the transition date i.e. April 1, 2016 as detailed in Note 8 of the accompanying financial results.
6. The Comparative Ind AS financial information of the Company for the year ended 31st March, 2017 included in these standalone Ind AS financial result, are based on the previously issued standalone financial results prepared in accordance with the recognition and measurement principles of the Accounting Standard Specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India ('Previous GAAP') and audited by the predecessor auditor whose report for the corresponding year ended 31st March, 2017 dated 6th May, 2017 expressed an unmodified opinion on those standalone financial results as adjusted for differences in the accounting principles adopted by the company on transition of Ind AS, which have been audited by us.
7. Based on our audit conducted as above, *except for the matter as described in paragraph 4 above*, the quarterly standalone financial results as well as the year to date results:
- are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 in this regard; and
 - give true and fair view of the financial performance including other comprehensive income and other financial information for the quarter ended 31st March 2018 as well as the year to date results for the period from 1st April 2017 to 31st March 2018.



Place: Kolkata
Date: 29th day of May, 2018

For Singhi & Co.
Chartered Accountants
Firm's Registration Number: 302049E

(Anurag Singhi)
Partner
Membership Number: 066274

GATI LIMITED

CIN: L63011TG1995PLC020121

Regd. & Corp Office: Plot no.20, Survey no.12, Kothaguda, Kondapur, Hyderabad - 500 084.

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STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st March,2018

(Rs. in Lakhs)

Particulars	QUARTER ENDED			YEAR ENDED	
	31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
	Audited	Unaudited	Audited	Audited	Audited
Income:					
Revenue from operations	11,133	11,082	12,237	44,611	49,809
Other Income	980	238	430	7,862	2,593
Total Income	12,113	11,320	12,667	52,473	52,402
Expenses:					
Purchase of Stock in trade	6,301	5,861	5,568	23,344	20,919
Changes in inventories of stock in trade	-37	-8	27	-66	-16
Operating Expenses	3,800	3,704	5,019	16,091	20,839
Employee benefits expense	644	761	657	2,884	3,166
Finance Cost	482	461	166	1,936	2,183
Depreciation expense	97	123	115	495	513
Other expenses	263	349	1,140	1,361	2,810
Total expenses	11,550	11,251	12,692	46,045	50,414
Profit Before Exceptional items and Tax	563	69	-25	6,428	1,988
Exceptional Items(Note 7)	-2,360			-2,360	
Profit Before Tax	-1,797	69	-25	4,068	1,988
Tax expenses					
Current tax	-29	-404	59	620	233
Deferred tax	-477	434	424	-	-
Profit for the period	-1,291	39	-508	3,448	1,755
Other Comprehensive Income :					
-	12	83	-11	24	59
Items that will not be reclassified in profit or loss					
- Income tax relating to items that will not be reclassified to profit or loss	-3		-7		
Other Comprehensive income for the period, net of tax	9	83	-18	24	59
Total Comprehensive Income for the Period	-1,282	122	-526	3,472	1,814
Paid up Equity Share Capital (Face Value of the Share Rs.2/- each)	2,167	2,167	1,764	2,167	1,764
Earnings Per Share(EPS)					
- Basic	(1.26)	0.04	(0.58)	3.36	1.99
- Diluted	(1.25)	0.04	(0.43)	3.35	1.48



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Note	(Rs. in Lakhs)	
1. Audited Standalone Statement of Assets and Liabilities as at March 31, 2018		
	As at 31st March 2018	As at 31st March 2017
ASSETS		
Non - Current Assets		
Property, Plant & Equipment	28,618	28,339
Capital Work in Progress	8	503
Investment in Subsidiaries	56,785	55,972
Financial Assets		
Investments	392	399
Loans	1,814	1,600
Deferred Tax Assets (Net)	-	-
Non Current Tax Asset	1,371	4,091
Other Non-Current Assets	1,259	1,374
	90,247	92,278
Current Assets		
Inventories	213	147
Financial Assets		
Trade Receivables	3,737	4,590
Cash and Cash Equivalents	1,088	2,339
Bank Balance other than above	1,283	1,164
Loans	8	1
Others	2,864	2,726
Other Current Assets	423	523
	9,616	11,490
Total Assets	99,863	1,03,768
EQUITY AND LIABILITIES		
Equity		
Equity Share Capital	2,167	1,764
Other Equity	73,234	63,403
	75,401	65,167
Non-Current Liabilities		
Financial Liabilities		
Long Term Borrowings	10,355	7,454
Other Non Current Liabilities	587	627
Provision	41	14
	10,983	8,095
Current Liabilities		
Financial Liabilities		
Borrowings	696	2,320
Trade Payables	4,216	2,453
Other Financial Liabilities	7,885	25,391
Other Current Liabilities	676	333
Provisions	6	9
	13,479	30,506
Total Equity and Liabilities	99,863	1,03,768



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2. The audited financial results have been reviewed by the Audit Committee and its meeting held on May 28, 2018 and approved by the Board of Directors at its meeting held on May 29, 2018.
3. The Company is mainly engaged in E-commerce logistics, Integrated Freight Forwarding, running of Fuel Stations.
4. Other Income for the year ended March 31, 2018, mainly includes liability no longer required written back (FCCB conversion income of Rs. 4874.31 lakhs on conversion of FCCBs and Rs 286.62 lakhs on provision made for loans and advances earlier years now no longer required), dividend income received of Rs. 1036.00 lakhs from a subsidiary company, gain on Sale of land Rs. 462.22 lakhs for the FY 2017-18.
5. Pursuant to the order of the Hon'ble High Court of New Delhi in an appeal preferred by Air India , an amount of Rs 2,200 Lakhs was given on account by Air India, pending adjudication of Cross Appeals before the Division Bench of the said Hon'ble High Court at New Delhi. Necessary adjustments, if any, will be made in the accounts upon the decision of the Hon'ble High Court of New Delhi.
6. Overdue advances aggregating of Rs 2015.35 lakhs to two companies are under legal process of recovery and taking to consideration of financial potential of the major borrower and negotiations under way in respect of the other borrower. The management is hopeful of recovering the outstanding amount over a period of time and provision not presently required.
7. Exceptional item of Rs 2360 Lakhs represents Invocation of Corporate Guarantee in favour of financial institution, which has been challenged by the company.
8. The company adopted Indian Accounting standards ("Ind AS") from April 1, 2017 and accordingly, the transition was carried out from the accounting principles generally accepted in India as per specified under section 133 of the companies Act, 2013 read with rule 7 of the companies (Accounts) Rules, 2014 (Previous GAAP), in accordance with IND AS -101 "First Time adoption of Indian Accounting Standards". Accordingly, the impact on transition date has been recorded in retained earnings as on April 1, 2016 and the periods presented have been restated. The reconciliation of Net profit after tax for the corresponding quarter and year ended March 31, 2017 between previous GAAP and Ind AS is as under :

Rs in Lakhs

Particulars	Year Ended 31st March 2017	Quarter Ended 31st March 2017
Net Profit Under IGAAP	2,976	770
Adjustments:		
Provision for Expected Credit Loss (ECL) on Trade Receivable	(493)	(30)
Interest on Foreign Currency Convertible Bonds(FCCB)	(806)	(405)
Reversal of Foreign Currency Monetary Item Translation Difference Account	809	(0)
Reversal of Interest on Investments at Fair Value	(495)	(57)
Impact due to Fair Valuation of Deposits	8	35
Other Adjustments	235	121
Impact due to Fair Valuation of Investment	(558)	(558)
Deferred Tax on above Adjustments	79	(384)
Net profit under Ind AS	1,755	(508)
Other Comprehensive Income (Net of Tax)	59	(18)
Total Comprehensive income under Ind AS	1,814	(526)



Reconciliation between Total equity previously reported as per previous GAAP and Ind AS as on March 31, 2017 is as under:

Rs. in Lakhs

Particulars	As at March 31, 2017 (Under Previous GAAP)
Equity under Previous Indian GAAP	62,851
Adjustments:	
Other Adjustments	260
On account of Fair valuation of FCCB	(5,354)
On account of ECLM Trade Receivables	(2,182)
Fair Valuation of Investments	(10,884)
On account of Fair Valuation of Land	16,416
Prov on Interest on OCD's	(2,072)
Securities Premium Reserve	4,761
Equity investments at FVTOCI	254
FCCB Equity Component	632
Deferred Tax Impact on the above	485
Total Adjustment to Equity	2,316
Total Equity under Ind-AS	65,167

As on the date of transition, the company has adopted fair valuation of certain freehold land (valued by the Independent Valuer's) as deemed cost and the incremental amount of Rs. 16395 lakhs has been created in Retained Earnings.

On the transition date, Equity and other financial instruments in promoter companies i.e. other than subsidiary companies, have been impaired based on Independent valuer report and adjusted against retained earnings of Rs. 7901.87 lakhs.

Further, on the transition date, Equity and other financial instruments in subsidiary company, has been impaired as per the Independent valuer report and adjusted against retained earnings of Rs. 4000.44 lakhs.

As per requirement of Ind AS impairment test should be made at the end of each financial year. Further based on the progress of Investee Company's provision will be adjusted accordingly by taking into account of the progress made by said companies going forward.

Further, on the transition date, provision for trade receivables made as per Expected credit loss method (ECLM) is Rs. 1689.09 lakhs has been adjusted against retained earnings.

9. The Board of Directors at its meeting held today has recommended a divided of RS 0.90 (45%) per equity share for the financial year ended 31st March, 2018, which upon approval by the shareholders at the ensuing Annual General Meeting will be met out of reserves of the company.
10. Figures of the quarter ended March 31, 2018 are the balancing figures between audited figures in respect of the full financial year up to March 31, 2018 and year to date figures up to December 31, 2017, being the date of the end of the third quarter of the financial year.
11. Figure of the previous quarter / periods have been re-arranged / re grouped where ever considered necessary.

Place: New Delhi
Date: May 29, 2018



For GATI LIMITED

Mahendra Agarwal

Mahendra Agarwal
Founder & CEO,
DIN: 00179779

Statement of Impact of Audit Qualification submitted along-with Annual Audited Financial Results

Gati Limited – Standalone Audited financial results
Statement on Impact of Audit Qualifications for the Financial Year ended 31 March 2018

(□ in lakhs, except for details of EPS)

I	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications) [to be read with II(a) and II(c)(ii) below]
	1.	Total revenue	52,472	52,472
	2.	Total expenses	46,045	46,045
	3.	Net Profit	3,471	3,471
	4.	Earnings per share (in absolute ₹)	3.35	3.35
	5.	Total assets	99,863	99,863
	6.	Total liabilities	24,462	24,462
	7.	Net worth	75,401	75,401
	8.	Any other financial item(s) (as felt appropriate by the management)		

II Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification:

1. Attention is drawn to the fact that the Company has given operational advances to few parties aggregating Rs. 2015.35 lakhs which is long overdue and the full recoverability of which is doubtful. No impairment allowance for potential collectability has been recognized against above advances. Based on the information received from the management of the Company regarding the assumptions used in assessing the recoverability of this amount, we were unable to determine the impact on the financial statements, of a potential adjustment for impairment that might have been necessary in order to present the balance at its estimated recoverable value.

b. Type of Audit Qualification : Modified Opinion

c. Frequency of qualification: appeared for the first time in the current year ended 31 March 2018

d. For Audit Qualification where the impact is quantified by the auditor, Management's Views:
 Not applicable

e. For Audit Qualification where the impact is not quantified by the auditor:

(i) Management's estimation on the impact of audit qualification:



(ii) If management is unable to estimate the impact, reasons for the same:

1. Overdue advances aggregating of Rs 2015.35 lacs to two companies are under legal process of recovery and taking to consideration of financial potential of the major borrower and negotiations under way in respect of the other borrower. The management is hopeful of recovering the outstanding amount over a period of time and its opinion provision not presently required.

(iii) Auditors' Comments on (i) or (ii) above: As stated in II(a) above

III Signatories:

- N Srinivasan
Audit Committee Chairman
DIN: 00001125

- Mahendra Agarwal
Founder & CEO
DIN: 00179779

- Manoj Gupta
Chief Financial officer

- Statutory Auditor

For Singhi & Co.
Chartered Accountants
ICAI Firm Registration No: 302049E

Anurag Singhi
Partner
Membership no: 066274

Place: New Delhi

Date: 29th May 2018



Singhi & Co.

Chartered Accountants

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Independent Auditor's Report on Consolidated Year to Date Results of Gati Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

To,
The Board of Directors of Gati Limited

1. We have audited the accompanying statement of consolidated financial results ('CFS statement') of Gati Limited ('the Company'), its Subsidiaries (collectively referred to as 'the Group') for the year ended March 31, 2018, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation') read with the SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016 ('the Circular'). This statement is the responsibility of the Company's management and has been approved by the Board of Directors in their meeting on May 29, 2018.
2. The CFS statement has been prepared on the basis of the annual consolidated financial statements as at and for the year ended 31st March, 2018, and the relevant requirements of the Regulation and the Circular, which are the responsibility of the Company's management. Our responsibility is to express an opinion on the CFS statement based on our audit of such CFS statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with requirement of the Regulation and the Circular.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the CFS Statement are free of material misstatement. An audit includes examining, on a test check basis, evidence supporting amounts disclosed in the statement. An audit also includes assessing the accompanying principles used and significant estimates made by management. We believe that audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.
4. Attention is drawn to the following :
 - (i) In one of the subsidiary, Gati Kausar India Limited, the company's obligation towards commitments fees of Rs. 837.7 Lakhs arising pursuant to the terms of the amended bond subscription Agreement, is provided in the books of account based on Management's assessment of its obligation under the said arrangement. However, in the absence of sufficient appropriate audit evidence in support of the management assessment and pending final outcome of the negotiation with the investors, their auditor are unable to comment upon the adequacy of the provision and its consequential impact on the financial statement.
 - (ii) The Company and one of the subsidiary, Gati Kintetsu Express (P) Ltd, has given operational advances to few parties aggregating Rs. 2747.35 lakhs which is long overdue and the full recoverability of which is doubtful. No impairment allowance for potential collectability has been recognized against above advances. Based on the information received from the management of the Company regarding the assumptions used in assessing the recoverability of this amount, we were unable to determine the impact on the financial statements, of a potential adjustment for impairment that might have been necessary in order to present the balance at its estimated recoverable value.

Our opinion is qualified in the above matters.



5. Further, without qualifying our opinion, we draw your attention to the following matters:

- a) In Note no. 8 to the accompanying consolidated financial results regarding managerial remuneration paid to the Executive chairman of one of the subsidiary company for the year ended March'18 and March'17 which exceeded the limit prescribed under section 197 read with Schedule V of the Companies Act, 2013 by Rs. 77.85 Lakhs and Rs.62.98 for respective years. The Subsidiary company has filed application to the central Government for the waiver of excess remuneration and pending receipt of the approval, no adjustment to the Ind AS financial Statement has been made.
 - b) Based on the Scheme of arrangement by the Hon'ble Andhra Pradesh High Court by its Order dated March 19, 2013 the company had created Special Reserve which allows its utilization for adjustment of any capital losses arising from transfer of assets and certain other losses as specified in the Scheme and as the Board of director may deem fit. The Company has adjusted an amount of Rs.286.62 Lakhs against the said Special Reserve in earlier years, which has been now recovered during the year and adjusted in profit & loss account for the current quarter.
 - c) During the current quarter, the Company has exercised certain options and exemptions being available under Ind AS 101 on 'First -time adoption of Indian Accounting Standards' and necessary adjustment has been carried out on the transition date i.e. April 1, 2016 as detailed in Note 9 of the accompanying financial results.
6. (i) We did not audit the financial statements / financial information of Five Indian subsidiaries whose financial statements / financial information reflect total assets of Rs. 12169.59 Lakhs and net assets of Rs.(-)1794.76 Lakhs as at 31st March, 2018, total revenue of Rs. 11736.23 Lakhs, total comprehensive income of Rs.(-)2355.27 Lakhs as considered in the statement. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, are based solely on the report of other auditors.
- (ii) We did not audit the financial statements / financial information of one foreign subsidiary, whose financial statements / financial information reflect total assets of Rs. 1119.45 lakhs and net assets Rs. 370.41 lakhs as at 31st March, 2018, total revenue of Rs. 7674.21Lakhs and total comprehensive Income of Rs. (-) 261.29 lakhs for the year ended on that date, as considered in the consolidated financial statements. This financial statements / financial information are audited as per the local law of the respective country and have been converted by the management of the Company into Ind-AS compliant financial statements. Our opinion on the statement in so far as relates to the amounts included in respect of this subsidiary is based solely on such management certified financial statements.

Our opinion on the statement is not qualified in respect of the above matters with regard to our reliance on the work done and the reports of the other auditors and the financial statements and other financial information certified by the management.



7. The Comparative Ind AS financial information of the Group for the year ended March 31, 2017 included in these consolidated Ind AS financial result, are based on the previously issued consolidated financial results prepared in accordance with the recognition and measurement principles of the Accounting Standard Specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India ('Previous GAAP') and audited by the predecessor auditor whose report for the corresponding year ended March 31, 2017 dated May 6, 2017 expressed an unmodified opinion on those consolidated financial results as adjusted for differences in the accounting principles adopted by the Group on transition of Ind AS. Such adjustments and financial information pursuant to adoption of Ind AS for subsidiaries have been audited by the respective auditors which have been relied upon by us while the Ind AS adjustments for the company has been audited by us.
8. Based on our audit conducted as above, except for the matter as described in the Para 4 (i) and Para 4 (ii) opinion paragraph above, the CFS statement for the year in our opinion and to the best of our information and according to the explanations given to us:

- (i) Includes financial results of the following entities:

Name of the Entity	Relationship
Gati Kintetsu Express Private Limited	Subsidiary
Gati Import Export Trading Limited	Subsidiary
ZEN Cargo Movers Private Limited	Subsidiary
Gati Kausar India Limited	Subsidiary
Gati Logistics Parks Private Limited	Subsidiary
Gati Project Private Limited	Subsidiary
Asia Pacific Pte Limited. Including its subsidiaries Gati Hong Kong Limited Gati (Thailand) Limited Gati Cargo Express (Shanghai) co.ltd.	Subsidiary

- (ii) Is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016;
- (iii) give a true and fair view of the net profit and other financial information for the quarter and year ended 31st March 2018.



For Singhi & Co.
Chartered Accountants
Firm's Registration Number: 302049E

(Anurag Singhi)
Partner

Membership Number: 066274

Place: Kolkata
Date: 29th day of May, 2018

GATI LIMITED
CIN: L63011TG1995PLC020121

Regd. & Corp Office: Plot No 20, Survey No 12, Kothaguda, Kondapur, Hyderabad 500 084
website: www.gati.com e-mail: investor.services@gatl.com Phone No. - 040 71204284 Fax - 040 23112318
STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH, 2018

Rs. in Lakhs

Particulars	Quarter Ended			Year Ended	
	31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
	Audited	Unaudited	Audited	Audited	Audited
Income:					
Revenue from Operations	45,458	44,851	41,493	1,73,575	1,69,099
Other Income	2,109	195	339	7,785	1,038
Total Income	47,567	45,046	41,832	1,81,360	1,70,137
Expenditure :					
- Purchases of Stock in trade	8,371	7,796	7,300	30,721	26,594
- Changes in Inventories of Stock in trade	(206)	(67)	40	(233)	(130)
- Operating Expense	26,415	26,012	23,938	1,00,652	98,332
- Employee Benefit Expense	4,877	4,917	4,104	19,121	18,421
- Finance Cost	1,242	1,182	924	4,695	4,997
- Depreciation and Amortisation Expense	740	734	775	3,000	2,980
- Other Expenses	4,454	3,785	4,301	15,604	16,288
Total Expenses	45,893	44,359	41,382	1,73,560	1,67,482
Profit Before Exceptional Items and Tax	1,674	687	450	7,800	2,655
Exceptional Items (Note 7)	(2,360)	-	-	(2,360)	-
Profit Before Tax	(686)	687	450	5,440	2,655
Tax Expense					
- Current tax	182	(668)	215	971	1,144
- Deferred Tax	(391)	875	428	558	(205)
Profit for the period	(477)	480	(193)	3,911	1,716
Other Comprehensive Income					
A) - Items that will not be reclassified to Profit or loss	128	41	116	41	62
- Income Tax relating to Items that will not be reclassified to Profit or loss	(41)	6	(9)	(3)	2
B) - Items that will be reclassified to Profit or loss	(1,006)	9	(103)	(1,026)	(47)
- Income Tax relating to Items that will not be reclassified to Profit or loss	-	-	-	-	-
Other Comprehensive Income for the period, net of tax	(919)	56	4	(988)	17
Total Comprehensive Income for the Period	(1,396)	536	(189)	2,923	1,733
Profit for the Period	(477)	480	(193)	3,911	1,716
Attributable to:					
- Owners of equity	(590)	293	(360)	3,423	1,078
- Non-Controlling Interest	113	187	167	488	638
Total Comprehensive Income for the Period	(1,396)	536	(189)	2,923	1,733
Total Comprehensive Income attributable to:					
- Owners of equity	(1,527)	355	(357)	2,436	1,097
- Non-Controlling Interest	131	181	168	487	636
Paid up Equity Share Capital (Face Value of the Share Rs.2/- each)	2,167	2,167	1,764	2,167	1,764
Earnings Per Share (EPS)					
a) Basic	(0.57)	0.29	(0.41)	3.33	1.22
b) Diluted	(0.57)	0.29	(0.30)	3.33	0.91



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Audited Segment wise Revenue, Results, and Assets and liabilities for the Quarter/Year ended 31st March 2018					
Rs. in Lakhs					
Particulars	Quarter Ended			Year Ended	
1. Segment Revenue (Net Sale / Income from each Segment)	31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
	Audited	Unaudited	Audited	Audited	Audited
a) Express Distribution & Supply Chain	37,026	36,869	33,951	1,42,152	1,41,873
b) Fuel Sales	6,461	6,054	5,746	23,993	21,495
c) Other Sales	2,086	2,056	1,926	7,921	5,922
Total	45,573	44,979	41,623	1,74,066	1,69,290
Less: Inter Segment Revenue	(115)	(128)	(130)	(491)	(191)
Net Sales / Income from Operations	45,458	44,851	41,493	1,73,575	1,69,099
2. Segment Results (Profit (+) / Loss (-) before tax and interest from each Segment)					
a) Express Distribution & Supply Chain	2,695	1,674	1,222	11,783	7,142
b) Fuel Sales	191	195	129	666	505
c) Other Sales	30	0	23	46	5
Total	2,916	1,869	1,374	12,495	7,652
Less: Finance Cost	(1,242)	(1,182)	(924)	(4,695)	(4,997)
Profit before tax	1,674	687	450	7,800	2,655
3. Segment Assets					
a) Express Distribution & Supply Chain	1,34,979	1,14,303	1,34,476	1,34,979	1,34,476
b) Fuel Stations	2,214	1,764	1,956	2,214	1,956
c) Others	2,478	2,254	1,960	2,478	1,960
c) Unallocated/ Corporate/ Inter Segment	5,968	12,674	7,298	5,968	7,298
Total Assets	1,45,639	1,30,995	1,45,690	1,45,639	1,45,690
Segment Liabilities					
a) Express Distribution & Supply Chain	23,059	18,288	13,312	23,059	13,312
b) Fuel Stations	61	47	48	61	48
c) Others	1,618	1,458	1,178	1,618	1,178
c) Unallocated/ Corporate/ Inter Segment	36,651	39,081	55,815	36,651	55,815
Total Liabilities	61,389	58,874	70,353	61,389	70,353



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Note

1.Audited Consolidated Statement of Assets and Liabilities as at March 31,2018

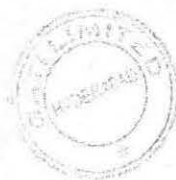
Rs. in Lakhs

Particulars	March 31, 2018	March 31, 2017
	Audited	Audited
NON CURRENT ASSETS		
Property, plant and equipment	56,438	55,878
Capital Work in Progress	213	851
Goodwill	42,580	42,580
Other Intangible Assets	338	364
Intangible Assets under Development	44	44
Financial Assets		
Investment	417	429
Loans	27	58
Others	1,423	1,235
Deferred tax Assets(Net)	261	824
Non Current Tax Asset (Net)	5,290	6,043
Other Non-current assets	1,566	1,705
	1,08,597	1,10,011
CURRENT ASSETS		
Inventories	902	661
Financial assets		
Trade receivables	24,317	21,430
Cash and cash equivalents	1,911	3,313
Bank Balances other than above	2,267	2,987
Loans	347	124
Other financial assets	4,030	3,982
Other current assets	3,268	3,165
Assets held for sale	-	17
	37,042	35,679
	1,45,639	1,45,690
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity		
Equity Share Capital	2,167	1,764
Other Equity		
Equity attributable to owners of the company	70,681	62,123
Non controlling interest	11,402	11,450
Total Equity	84,250	75,337
LIABILITIES		
NON-CURRENT LIABILITIES		
Financial liabilities		
Borrowings	21,604	18,138
Other financial liabilities	587	627
Provisions	692	491
Deferred tax liabilities (Net)	-	2
	22,883	19,258
CURRENT LIABILITIES		
Financial liabilities		
Borrowings	10,503	13,642
Trade payables	12,399	7,619
Other financial liabilities	12,180	28,201
Other liabilities	3,296	1,525
Current Tax Liabilities	2	-
Provisions	126	108
	38,506	51,095
TOTAL LIABILITIES	61,389	70,353
TOTAL EQUITY AND LIABILITIES	1,45,639	1,45,690

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Notes:

2. The Audited consolidated financial results have been reviewed by the Audit Committee at its meeting held on May 28, 2018 and approved by the Board of Directors at its meeting held on May 29, 2018.
3. The company and its 10 subsidiaries (including 3 overseas step down subsidiaries) are engaged primarily in the business of running Express Distribution, Supply Chain Services, e-Commerce logistics, Integrated Freight Forwarding, Warehousing and running Fuel stations.
4. Other Income for the year ended March 31st, 2018, mainly includes liability no longer required written back (FCCB income of Rs. 4874.31 Lakhs on conversion of FCCBs and gain on Sale of land Rs. 462.22 Lakhs for the FY 2017-18.
5. Pursuant to the order of the Hon'ble High Court of New Delhi in an appeal preferred by Air India , an amount of Rs 2,200 Lakhs was given on account by Air India, pending adjudication of Cross Appeals before the Division Bench of the said Hon'ble High Court at New Delhi. Necessary adjustments, if any, will be made in the accounts upon the decision of the Hon'ble High Court of New Delhi.
6. Overdue advances aggregating of Rs 2747.35 lakhs to two companies are under legal process of recovery and taking to consideration of financial potential of the major borrower and negotiations under way in respect of the other borrower. The management is hopeful of recovering the outstanding amount over a period of time and provision is not presently required.
7. Exceptional item of Rs 2360 Lakhs represents Invocation of Corporate Guarantee in favour of financial institution, which has been challenged by the company.
8. The remuneration paid to the Executive Chairman of a subsidiary company (Gati-Kintetsu Express Private limited) during the year ended March 31st, 2018 has exceeded the limit prescribed under section 197 of the Companies act, 2013, by Rs. 77 lakhs (previous year 63 lakhs). The Company has filed application / made further representation to the Central Government for the waiver of above excess remuneration and pending receipt of the approval, no adjustments to financial results have been made.
9. The company adopted Indian Accounting standards ("Ind AS") from April 1, 2017 and accordingly, the transition was carried out from the accounting principles generally accepted in India as per specified under section 133 of the companies Act, 2013 read with rule 7 of the companies (Accounts) Rules, 2014 (Previous GAAP), in accordance with IND AS -101 "First Time adoption of Indian Accounting Standards". Accordingly, the impact on transition date has been recorded in retained earnings as on April 1, 2016 and the periods presented have been restated. The reconciliation of Net profit after tax for the corresponding quarter and year ended March 31, 2017 between previous GAAP and Ind AS is as under:



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Rs in Lakhs

Particulars	Consolidated	
	Quarter ended 31st March 2017	Year Ended 31st March 2017
Net profit under Indian GAAP	1,063	3,729
Adjustments:		
Provision for Expected Credit Loss (ECL) on Trade Receivable	224	-918
Interest on Foreign Currency Convertible Bonds(FCCB)	-405	-806
Reversal of Foreign Currency Monetary Item Translation Difference Account	-	809
Reversal of Interest on Investments at Fair Value	-57	-495
Premium provision provided on Debentures	-121	-462
Impact due to Fair Valuation of Investment	-558	-558
Other Adjustments	-20	61
Deferred Tax on above Adjustments	-319	356
Net profit under Ind AS	-193	1,716
Other Comprehensive Income (Net of tax)	4	17
Total Comprehensive income under Ind AS	-189	1,733

Reconciliation between Total equity previously reported as per previous GAAP and Ind AS as on March 31, 2017 is as under:

Rs . in Lakhs

Particulars	As at March 31, 2017 (Under Previous GAAP)
Equity under previous IGAAP	57,389
Adjustments:	
On account of Fair valuation of FCCB	-5,354
On account of ECLM Trade Receivables	-5,615
Non- Participating compulsory convertible preference shared has moved to long term liability	-1,000
Fair Valuation of Investments	-6,876
On account of Fair Valuation of Land	24,801
Provision for Interest on OCD's	-2,072
Share Option Outstanding account	110
Securities Premium Reserve	4,761
Equity investments at FVTOCI	254
FCCB Equity Component	632
Goodwill impairment	-2,108
Change in minority interest	-2,612
Other Adjustments	-357
Deferred Tax Impact on the above	1,934
Total Adjustments to Equity	6,498
Total equity as per Ind AS	63,887



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As on the date of transition, the company and a subsidiary has adopted fair valuation of certain freehold land (valued by the Independent Valuer's) as deemed cost and the incremental amount of Rs. 24,781 lakhs has been credited to Retained Earnings.

On the transition date, Equity and other financial instruments in promoter companies has been impaired as per the Independent valuation report and adjusted with retained earnings of Rs. 7,901.87 Lakhs.

As per requirement of Ind As impairment test should be made at the end of each financial year. Further based on the progress of Investee Company's provision will be adjusted accordingly by taking into account of the progress made by said companies going forward.

Further, on the transition date, provision for trade receivables made as per Expected credit loss method (ECLM) is Rs. 4,697 Lakhs has been adjusted against retained earnings.

10. The value of company's investment in an associate had been fully provided in earlier years therefore the share of loss in that has not been considered in consolidated accounts .
11. Figures of the quarter ended March 31st, 2018 are the balancing figures between audited figures in respect of the full financial year up to March 31st, 2018 and year to date figures up to December 31st, 2017, being the date of the end of the third quarter of the financial year.
12. Figure of the previous quarter / periods have been re-arranged / re grouped where ever considered necessary.

Place: New Delhi
Date: May 29th, 2018



For GATI LIMITED

Mahendra Agarwal
Founder & CEO,
DIN: 00179779