

Borrachas e Equipamentos Elgi Ltda, Brazil
Balance Sheet as at March 31, 2019

Rs. In Million

Particulars	Notes	March 31, 2019	March 31, 2018
ASSETS			
Non-current assets			
Property, plant and equipment		205.58	202.33
Intangible assets			
Goodwill on Consolidation			
Capital work in progress		12.08	13.66
Deferred tax asset (Net)	2	126.96	82.53
Total non-current assets		344.62	298.52
Current assets			
Inventories	3	81.67	78.85
Financial assets			
Trade receivables	4	24.22	19.19
Cash and cash equivalents	5	8.86	19.23
Other current assets	6	125.01	107.97
Total current assets		239.76	225.24
Total Assets		584.38	523.76
EQUITY AND LIABILITIES			
Equity			
Equity share capital	7	348.72	387.97
Other equity	8	-258.95	-355.29
Total equity		89.77	32.68
Current liabilities			
Financial liabilities			
Borrowings	9	370.59	370.06
Trade payables	10	117.95	70.72
Other current liabilities	11	6.07	50.30
Total current liabilities		494.61	491.08
Total liabilities		494.61	491.08
Total Equity and Liabilities		584.38	523.76

Significant accounting policies

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The accompanying notes form an integral part of the financial statements.

Borrachas e Equipamentos Elgi Ltda, Brazil
Statement of profit and loss for the year ended March 31, 2019

Rs. In Million

Particulars	Notes	March 31, 2019	March 31, 2018
Continuing Operations			
A Income			
Revenue from operations	12	190.30	66.67
Other income	13	0.46	21.28
Total income		190.76	87.95
B Expenses			
Cost of materials consumed	14	39.67	38.51
Purchase of stock in trade	15	30.66	14.31
Changes in inventories of finished goods	16	6.93	-18.36
Employee Benefits Expense	17	26.67	13.58
Depreciation and amortisation expense	18	7.17	7.63
Other expenses	19	117.49	70.60
Finance costs	20	26.95	22.08
Total expenses		255.54	148.35
C Profit before exceptional items and tax		-64.78	-60.40
Exceptional items		-	-
D Profit before tax from continuing operations		-64.78	-60.40
Income tax expense			
Current tax		-	-
Deferred tax charge/ (credit)		-	-4.55
Profit for the year		-64.78	-55.85

The accompanying notes form an integral part of the financial statements.

Borrachas e Equipamentos Elgi Ltda, Brazil

Notes to Financial Statements for the year ended March 31, 2019

Rs. In Million

Note	Particulars	March 31, 2019	March 31, 2018
2	Non-current assets- Deferred tax asset (Net)		
	Expenses allowable for tax purposes when paid	126.96	82.53
	Carried forward losses		
		126.96	82.53
3	Inventories		
	Raw Materials	39.84	46.20
	Work-in-progress	1.30	5.69
	Finished products	25.23	19.55
	Stock-in-trade	15.30	7.41
	Stores and spares		
		81.67	78.85
4	Trade receivables		
	Outstanding for a period less than six months from the date they are due for payment		
	Unsecured, considered good	24.22	17.48
	Unsecured, considered doubtful		1.71
		24.22	19.19
	Other debts		
	Unsecured, considered good		0.00
	Unsecured, considered doubtful		27.31
		0.00	27.31
	Less : Allowance for expected credit losses	0.00	27.31
		24.22	19.19
5	Cash and cash equivalents		
	Cash on hand	0.12	0.13
	Balances with banks		
	In current accounts	5.93	11.15
	In demand deposits with original maturity of less than 3 months	2.81	7.95
		8.86	19.23
6	Other current assets		
	(Unsecured, considered good)		
	Prepaid expenses		16.85
	Balances with Government authorities	78.94	91.12
	Others	46.07	0.00
		125.01	107.97
7	Equity share capital		
	Issued, Subscribed and fully paid up share capital	284.87	316.93
	16,133,738 Equity shares of BRL 1.00 each		
	Share application money	63.85	71.04
		348.72	387.97

Borrachas e Equipamentos Elgi Ltda, Brazil

Notes to Financial Statements for the year ended March 31, 2019

Rs. In Million

Note	Particulars	March 31, 2019	March 31, 2018
8	Other Equity		
	Capital Reserves	4.24	4.24
	Foreign currency translation reserve	132.17	-28.95
	Retained earnings	-395.36	-330.58
		-258.95	-355.29
	a) Capital Reserve		
	Balance at the beginning and end of the year	4.24	4.24
	Additions/ (deductions) during the year	0.00	0.00
	Balance at the end of the year	4.24	4.24
	b) Foreign currency translation reserve		
	Balance at the beginning of the year	-28.95	-57.85
	Additions/ (deductions) during the year	200.37	28.90
	Balance at the end of the year	132.17	-28.95
	c) Retained earnings		
	Balance at the beginning of the year	-330.58	-274.73
	Add: Profit for the period / transferred from subsidiaries	-64.78	-55.85
	Balance at the end of the year	-395.36	-330.58
9	Current liabilities - Financial Liabilities: Borrowings		
	Unsecured		
	Loans from related parties	370.59	370.06
		370.59	370.06
10	Trade payables		
	Trade payables – Others	5.72	7.42
	Trade payables – related parties	112.23	63.30
		117.95	70.72
11	Other current liabilities		
	Statutory Dues Payable		2.28
	Other payables	2.10	45.28
	Advance received from related parties	3.97	2.74
		6.07	50.30

Borrachas e Equipamentos Elgi Ltda, Brazil

Notes to Financial Statements for the year ended March 31, 2019

Rs. In Million

Note	Particulars	March 31, 2019	March 31, 2018
12	Revenue from Operations		
	Sale of Products	190.30	66.67
		190.30	66.67
13	Other income		
	Interest Income		1.18
	Other non operating income	0.46	20.10
		0.46	21.28
14	Cost of materials consumed		
	Raw material Consumed		
	Opening inventory	46.20	20.95
	Add: Purchase	33.31	63.66
	Add: Carriage Inwards		0.10
	Less: Inventory at the end of the period	39.84	46.20
		39.67	38.51
15	Purchase of stock in trade		
	Purchase of stock in trade	30.66	14.31
		30.66	14.31
16	Changes in inventories of work-in-progress, stock in trade and finished goods		
	Opening Balance		
	Work in Process	5.69	
	Finished Goods	19.55	14.29
	Stock in Trade	23.52	
		48.76	14.29
	Closing Balance		
	Work in Process	1.30	5.69
	Finished Goods	25.23	19.55
	Stock in Trade	15.30	7.41
		41.83	32.65
		6.93	(18.36)
17	Employee benefits expense		
	Salaries, wages and bonus	25.05	12.39
	Contribution to provident and other funds	1.62	0.18
	Staff welfare expenses		1.01
		26.67	13.58
18	Depreciation and amortisation expense		
	Depreciation of property, plant and equipment	7.17	7.63
		7.17	7.63

Borrachas e Equipamentos Elgi Ltda, Brazil

Notes to Financial Statements for the year ended March 31, 2019

Rs. In Million

Note	Particulars	March 31, 2019	March 31, 2018
19	Other expenses		
	Consumption of stores and spare parts	5.07	0.11
	Packing Materials consumed		0.97
	Power and fuel	5.06	
	Rent		0.03
	Labour charges	4.91	1.31
	Repairs and Maintenance – Plant and machinery	10.85	
	Repairs and Maintenance – Building	16.53	1.61
	Repairs and Maintenance – Others		1.25
	Insurance	0.81	0.14
	Rates and taxes	1.99	6.74
	Travelling and conveyance	1.76	1.91
	Auditors' Remuneration		
	Professional fees	6.63	18.42
	Advertisement and other selling expenses	3.28	1.91
	Freight charges	6.68	3.89
	Service charges		0.13
	Loss on account of foreign currency translations		25.90
	Miscellaneous expenses	53.92	6.28
		117.49	70.60
20	Finance Cost		
	Interest on Borrowings		22.08
	On borrowings from related party	24.98	
	Financial charges on borrowings	1.97	
		26.95	22.08