

Borrachas e Equipamentos Elgi Ltda, Brazil  
Balance Sheet as at March 31, 2020

Rs. In Million

Particulars	Notes	March 31, 2020	March 31, 2019
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		163.16	217.65
Capital work in progress			
<b>Financial assets</b>			
Other non-current financial asset	2	136.78	126.96
<b>Total non-current assets</b>		<b>299.94</b>	<b>344.61</b>
<b>Current assets</b>			
Inventories	3	47.28	81.67
<b>Financial assets</b>			
Trade receivables	4	36.95	24.22
Cash and cash equivalents	5	12.00	8.86
Other current assets	6	100.07	125.01
<b>Total current assets</b>		<b>196.30</b>	<b>239.76</b>
<b>Total Assets</b>		<b>496.24</b>	<b>584.37</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	7	235.83	284.87
Share application money pending allotment		52.86	63.85
Other equity	8	(366.45)	(258.95)
<b>Total equity</b>		<b>(77.76)</b>	<b>89.77</b>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	9	432.54	370.59
Trade payables	10	124.75	117.95
Other current liabilities	11	16.71	6.06
<b>Total current liabilities</b>		<b>574.00</b>	<b>494.60</b>
<b>Total liabilities</b>		<b>574.00</b>	<b>494.60</b>
<b>Total Equity and Liabilities</b>		<b>496.24</b>	<b>584.37</b>

Significant accounting policies

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, 2020

Rs. In Million

Particulars	Notes	March 31, 2020	March 31, 2019
<b>Continuing Operations</b>			
<b>A Income</b>			
Revenue from operations	12	160.13	190.30
Other income	13	23.13	0.46
Total income		<b>183.26</b>	<b>190.76</b>
<b>B Expenses</b>			
Cost of materials consumed	14	56.31	39.67
Purchase of stock in trade	15	31.22	30.66
Changes in inventories of finished goods		10.37	6.93
Employee Benefits Expense	16	38.78	26.67
Depreciation and amortisation expense	17	6.65	7.17
Other expenses	18	41.34	117.49
Finance costs	19	27.93	26.95
Total expenses		<b>212.60</b>	<b>255.54</b>
<b>C Profit before exceptional items and tax</b>		<b>(29.34)</b>	<b>(64.78)</b>
Exceptional items		-	-
<b>D Profit before tax from continuing operations</b>		<b>(29.34)</b>	<b>(64.78)</b>
Income tax expense			
Current tax		-	-
Deferred tax charge/ (credit)		-	-
<b>Profit for the year</b>		<b>(29.34)</b>	<b>(64.78)</b>

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, 2020

Rs. In Million

Note	Particulars	March 31, 2020	March 31, 2019
			Rs.
2	<b>Other non-current financial asset</b>		
	Rent & other advance	136.78	126.96
		<b>136.78</b>	<b>126.96</b>
3	<b>Inventories</b>		
	Raw Materials	47.28	81.67
		<b>47.28</b>	<b>81.67</b>
4	<b>Trade receivables</b>		
	Outstanding for a period less than six months from the date they are due for payment Unsecured, considered good	36.95	24.22
		<b>36.95</b>	<b>24.22</b>
5	<b>Cash and cash equivalents</b>		
	Cash on hand Balances with banks In current accounts	0.10 11.90	6.06 2.80
		<b>12.00</b>	<b>8.86</b>
6	<b>Other current assets</b> (Unsecured, considered good)		
	Balances with Government authorities Others	37.83 62.23	78.94 46.07
		<b>100.07</b>	<b>125.01</b>
7	<b>Equity share capital</b>		
	Issued, Subscribed and fully paid up share capital 16,133,738 Equity shares of BRL 1.00 each	235.83	284.87
		<b>235.83</b>	<b>284.87</b>
8	<b>Other Equity</b>		
	Capital Reserves General Reserve Foreign currency translation reserve Retained earnings	4.24 (59.37) 84.04 (395.36)	4.24 (30.03) 162.20 (395.36)
		<b>(366.45)</b>	<b>(258.95)</b>
	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

Note	Particulars	March 31, 2020	March 31, 2019 Rs.
	b) General Reserve		
	Balance at the beginning of the year	(30.03)	(30.03)
	Additions/ (deductions) during the year	(29.34)	0.00
	Balance at the end of the year	(59.37)	(30.03)
	b) Foreign currency translation reserve		
	Balance at the beginning of the year	162.20	0.00
	Additions/ (deductions) during the year	(78.16)	162.20
	Balance at the end of the year	84.04	162.20
	c) Retained earnings		
	Balance at the beginning of the year	(395.36)	(460.14)
	Add: Profit for the period / transferred from subsidiaries		64.78
	Balance at the end of the year	(395.36)	(395.36)
9	<b>Current liabilities - Financial Liabilities: Borrowings</b>		
	Unsecured		
	Loans from related parties	432.54	370.59
		<b>432.54</b>	<b>370.59</b>
10	<b>Trade payables</b>		
	Trade payables	124.75	117.95
		<b>124.75</b>	<b>117.95</b>
11	<b>Other current liabilities</b>		
	Current maturities of long-term debt	3.29	
	Statutory Dues Payable	0.58	
	Employee benefits payable	2.80	
	Other payables	2.56	
	Advance and deposits from customers etc.	5.73	
	Advance received from related parties	1.75	6.06
		<b>16.71</b>	<b>6.06</b>

Borrachas e Equipamentos Elgi Ltda, Brazil  
Notes to Financial Statements for the year ended March 31, 2020

Rs. In Million

Note	Particulars	March 31, 2020	March 31, 2019
12	Revenue from Operations		
	Sale of Products	160.13	190.30
		160.13	190.30
13	Other income		
	Miscellaneous income	23.13	0.46
		23.13	0.46
14	Cost of materials consumed		
	Raw material Consumed		
	Opening inventory	56.31	39.67
	Add: Purchase		
	Add: Carriage Inwards		
	Less: Inventory at the end of the period		
		56.31	39.67
15	Purchase of stock in trade		
	Purchase of stock in trade	31.22	30.66
			0.00
		31.22	30.66
16	Changes in inventories of work-in-progress, stock in trade and finished goods		
	Opening Balance		
	Work in Process	1.30	5.69
	Finished Goods	25.23	19.55
	Stock in Trade	15.30	23.52
	Scrap		
		41.83	48.76
	Closing Balance		
	Work in Process	1.30	1.30
	Finished Goods	14.86	25.23
	Stock in Trade	15.30	15.30
	Scrap		
		31.46	41.83
		-00	0.00
		10.37	6.93
16	Employee benefits expense		
	Salaries, wages and bonus	38.78	26.67
		38.78	26.67
17	Depreciation and amortisation expense		
	Depreciation of property, plant and equipment	6.65	7.17
		6.65	7.17

Note	Particulars	March 31, 2020	March 31, 2019
18	Other expenses		
	Consumption of stores and spare parts		
	Packing Materials consumed		
	Excise duty		
	Power and fuel		
	Rent		
	Labour charges		
	Repairs and Maintenance – Plant and machinery		
	Repairs and Maintenance – Building		
	Repairs and Maintenance – Others		
	Insurance		
	Rates and taxes		
	Travelling and conveyance		
	Directors' sitting fees		
	Auditors' Remuneration		
	Professional fees		
	Sales commission		
	Advertisement and other selling expenses		
	Freight charges		
	CSR Expenditure		
Bad Debts			
Allowance for expected credit losses			
Service charges			
Loss on account of foreign currency translations			
Loss on sale/redemption of investment			
Miscellaneous expenses	41.34	117.49	
	<b>41.34</b>	<b>117.49</b>	
19	Finance Cost		
	On borrowings from related party	27.93	26.95
		<b>27.93</b>	<b>26.95</b>