

MOTHERSON SUMI WIRING INDIA LIMITED
Balance sheet
(All amounts in INR million, unless otherwise stated)

	Notes	As at March 31, 2021
Assets		
Non-current assets		
Financial assets		
Other financial assets	3	0.01
Total non-current assets		0.01
Current assets		
Financial assets		
Cash and cash equivalents	4	0.28
Other current assets	5	0.08
Total current assets		0.36
Total assets		0.37
Equity and liabilities		
Equity		
Equity share capital	6	0.50
Other equity		
Reserves and surplus	7	(4.11)
Total equity		(3.61)
Liabilities		
Current liabilities		
Financial liabilities		
Borrowings	8	3.53
Trade Payables	9	
Total outstanding dues of micro, small and medium enterprises and		-
Total outstanding dues of creditors other than micro, small and medium enterprises		0.34
Other financial liabilities	10	0.08
Other current liabilities	11	0.03
Total current liabilities		3.98
Total liabilities		3.98
Total equity and liabilities		0.37
Summary of significant accounting policies	2	

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

As per our report of even date

For **S.R.Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

For and on behalf of the Board of Directors

per **Pankaj Chadha**
Partner
Membership No.: 091813

Sanjay Mehta
Director
DIN: 03215388

V.C. Sehgal
Director
DIN: 00291126

Place: Gurugram
Date: May 14, 2021

Place: Faridabad
Date: May 14, 2021

Place: Dubai
Date: May 14, 2021

MOTHERSON SUMI WIRING INDIA LIMITED
Statement of profit and loss
(All amounts in INR million, unless otherwise stated)

	Notes	For the period starting from the date of the incorporation i.e. July 02, 2020 and ended as of March 31, 2021
Revenue		
Revenue from operations		-
Total income		-
Expenses		
Finance costs	13	0.08
Other expenses	12	4.03
Total expenses		4.11
Loss before tax		(4.11)
Tax expenses		-
Loss for the period		(4.11)
Other comprehensive income for the period, net of tax		-
Total comprehensive income for the period, net of tax		(4.11)
Earnings per share:	14	
Nominal value per share: INR 1/- (not annualised)		
Basic and diluted		(9.20)
Summary of significant accounting policies	2	

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

As per our report of even date

For **S.R.Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

For and on behalf of the Board of Directors

per **Pankaj Chadha**
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Membership No.: 091813

Sanjay Mehta
Director
DIN: 03215388

V.C. Sehgal
Director
DIN: 00291126

Place: Gurugram
Date: May 14, 2021

Place: Faridabad
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Place: Dubai
Date: May 14, 2021

MOTHERSON SUMI WIRING INDIA LIMITED
Statement of change in equity
(All amounts in INR million, unless otherwise stated)

A Equity share capital

	Notes	Amount
As at July 02, 2020		-
Issue of equity share capital	6	0.50
As at March 31, 2021		0.50

B Other equity

	Notes	Reserves and surplus Retained Earnings	Items of OCI	Total
Balance as at July 02, 2020		-	-	-
Loss for the period	7	(4.11)	-	(4.11)
Balance as at March 31, 2021		(4.11)	-	(4.11)

Summary of significant accounting policies 2

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

As per our report of even date

For **S.R.Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

For and on behalf of the Board of Directors

per **Pankaj Chadha**
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Place: Gurugram
Date: May 14, 2021

Place: Faridabad
Date: May 14, 2021

Place: Dubai
Date: May 14, 2021

MOTHERSON SUMI WIRING INDIA LIMITED
Cash flow statement
(All amounts in INR million, unless otherwise stated)

For the period starting from the date of the incorporation i.e. July 02, 2020 and ended as of March 31, 2021

A Cash flow from operating activities:	
Loss before tax	(4.11)
Adjustments to reconcile profit before tax to net cash flow:	
Finance cost	0.08
Operating profit before working capital changes	(4.03)
Change in working Capital:	
Increase in trade payables	0.34
Increase in other current liabilities	0.03
Increase in other financial assets	(0.01)
Increase in other current assets	(0.08)
Cash generated from operations	(3.75)
- Income taxes paid	-
Net cash flows from operating activities	(3.75)
B Cash flow from Investing activities:	-
C Cash flow from financing activities:	
Proceeds from issue of shares	0.50
Proceeds from short term borrowing	3.53
Net cash flow from financing activities	4.03
Net increase in cash and cash equivalents	0.28
Net cash and cash equivalents at the beginning of the period	-
Cash and cash equivalents as at current period end	0.28
Cash and cash equivalents comprise of the following	
Balances with banks	0.28
Cash and cash equivalents as per balance sheet (note 4)	0.28

Summary of significant accounting policies (note 2)

Notes:

- The above Cash flow statement has been prepared under the "Indirect Method" as set out in Indian Accounting Standard-7, "Statement of Cash Flows".
- Figures in brackets indicate Cash Outflow.

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

As per our report of even date

For **S.R.Batlboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

For and on behalf of the Board of Directors

per **Pankaj Chadha**
Partner
Membership No.: 091813

Sanjay Mehta
Director
DIN: 03215388

V.C. Sehgal
Director
DIN: 00291126

Place: Gurugram
Date: May 14, 2021

Place: Faridabad
Date: May 14, 2021

Place: Dubai
Date: May 14, 2021

MOTHERSON SUMI WIRING INDIA LIMITED

Notes to the financial statements

(All amounts are in INR million, unless otherwise stated)

1. Corporate Information

Motherson Sumi Wiring India Limited ('the Company') was incorporated on July 2, 2020 and domiciled in India. It is a wholly owned subsidiary of Motherson Sumi Systems Limited ("MSSL" or "Holding Company"). The address of its registered office is Unit 705, C Wing, ONE BKC, G Block, Bandra Kurla Complex, Bandra East, Mumbai, Maharashtra. The Company is a public limited company and is planning to be engaged primarily in the manufacture and sale of components to automotive original equipment manufacturers.

The Board of Directors of the holding company in their meeting dated July 02, 2020, approved the Composite Scheme of Amalgamation and Arrangement (scheme) amongst Motherson Sumi Systems Limited ("MSSL" or "Amalgamated company"), Samvardhana Motherson International Limited ("SAMIL" or "Amalgamating company"), the Company (Resulting company), and their respective shareholders and creditors. SAMIL is one of the shareholders of MSSL. The scheme among other things, entails demerger of Domestic Wiring Harness ("DWH") business from MSSL into this newly incorporated entity and subsequent merger of SAMIL into MSSL.

This scheme has also been approved by the board of directors of the Company as well in their meeting dated July 17, 2020. The transaction is being contemplated pursuant to a composite scheme of amalgamation and arrangement under the Companies Act, 2013 ("Scheme") and is subject to regulatory approvals and other approvals inter-alia from shareholders, creditors, NCLT etc. as may be applicable. Subsequent to the Balance Sheet date, the scheme has been approved by the shareholders of the MSSL on April 29, 2021 in the meeting convened by the NCLT.

The financial statements were authorised for issue in accordance with a resolution of the Board of directors on May 14, 2021.

2.1 Significant accounting policies

(a) Basis of preparation

The first financial statements for the period July 02, 2020 (date of incorporation) to March 31, 2021, which comprise the Balance Sheet as at March 31, 2021, and the Statement of Profit and Loss, including other comprehensive income, Cash Flow Statement and the Statement of Changes in Equity for the period then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable to the financial statement.

These are the first year end financial statements prepared after its incorporation, thus the corresponding amounts (comparatives) for the immediately preceding reporting period for all items shown in the financial Statements are not required to be furnished.

The financial statements have been prepared on a historical cost basis.

The Company's functional currency is Indian Rupee (INR). The financial statements are presented in Indian Rupee (INR) and all values are rounded to the nearest millions (INR 000,000), except when otherwise indicated.

(b) Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

The Company classifies all other assets as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

MOTHERSON SUMI WIRING INDIA LIMITED

Notes to the financial statements

(All amounts are in INR million, unless otherwise stated)

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

(c) Cash and cash equivalents

Cash and cash equivalent include cash on hand, cash at banks and short term deposits with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(d) Provisions

Provisions are recognised when the Company has a present (legal or constructive) obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

(e) Borrowing Costs

Borrowing costs consist of interest cost that an entity incurs in connection with the borrowing of funds which are expensed in the period in which they occur.

(f) Earnings per share

(i) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit or loss attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period.

The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue that have changed the number of equity shares outstanding, without a corresponding change in resources.

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- The weighted average number of additional ordinary shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

2.2 Significant accounting judgements, estimates and assumptions

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

In preparation of financials statement, the Company has not used significant judgements, accounting estimates and assumptions.

MOTHERSON SUMI WIRING INDIA LIMITED
Notes to financial statements
(All amounts in INR million, unless otherwise stated)

3 Other financial assets - non current

	As at March 31, 2021
Unsecured, considered good	
- Security deposits	0.01
Total	0.01

4 Cash and cash equivalents

	As at March 31, 2021
Balances with banks:	
- in current accounts	0.28
Total	0.28

* There are no repatriation restrictions with regards to cash and cash equivalents as at the end of the reporting period.

Changes in liabilities arising from financing activities

Opening balance as on July 02, 2020	-
Cash flow	
- current borrowings	3.53
Non cash flow	-
Total liabilities from financing activities	3.53

5 Other current assets

	As at March 31, 2021
Unsecured, considered good, unless otherwise stated	
Balances with government authorities	0.08
Total	0.08

6 Share capital

	As at March 31, 2021
Authorised:	
330,000,000 Equity shares of INR 1 each	330.00
Issued, subscribed and paid up:	
500,000 Equity shares of INR 1 each	0.50

a Movement in equity share capital

	Number	Amount
As at July 02, 2020	-	-
Add: Issued during the period	500,000	0.50
As at March 31, 2021	500,000	0.50

b Rights, preferences and restrictions attached to shares

Equity Shares:

The Company has only one class of equity shares having a par value of INR 1 per share. Each holder of equity is entitled to one vote per share held.

In the event of liquidation of the Company, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion to their shareholding.

c Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company.

	As at March 31, 2021	
	Nos.	%
Equity shares:		
Motherson Sumi Systems Limited (including 6 shares held by its nominees)	500,000	100%

As per records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

MOTHERSON SUMI WIRING INDIA LIMITED
Notes to financial statements
(All amounts in INR million, unless otherwise stated)

7 Reserves and surplus	
	As at March 31, 2021
Retained earnings	
As at July 02, 2020	-
Loss during the period	(4.11)
As at March 31, 2021	(4.11)
8 Current borrowings	
	As at March 31, 2021
Unsecured, considered good	
Indian rupee loan from related party (refer note 15)	3.53
Total	3.53
Indian rupee loan is unsecured and taken from holding company @ 5.5% p.a for one year.	
9 Trade payables	
	As at March 31, 2021
Total outstanding dues of micro, small and medium enterprises (refer note 16)	-
Total outstanding dues of creditors other than micro, small and medium enterprises	0.34
Total	0.34
10 Other financial liabilities	
	As at March 31, 2021
Current	
Interest accrued but not due on borrowings	0.08
Total	0.08
11 Other current liabilities	
	As at March 31, 2021
Statutory dues including tax deducted at source	0.03
Total	0.03
12 Other expenses	
	For the period starting from the date of the incorporation i.e. July 02, 2020 and ended as of March 31, 2021
Rates & taxes	3.25
Legal & professional expenses	0.16
Payment to auditor:	
- Audit fee	0.22
- Other services (certification)	0.40
Total	4.03
13 Finance costs	
	For the period starting from the date of the incorporation i.e. July 02, 2020 and ended as of March 31, 2021
Other finance costs	0.08
Total	0.08
14 Earnings per share	
	As at March 31, 2021
Net loss after tax available for equity Shareholders	(4.11)
Weighted average number of equity shares used to compute basic and diluted earnings per share	446,886
Basic and diluted earnings per share of INR 1 each	(9.20)
The Company does not have any potential equity shares and thus, weighted average number of shares for computation of basic EPS and diluted EPS remains same.	

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Notes to financial statements
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15 Related party disclosures

I. Related party disclosures, as required by Ind AS 24, "Related Party Disclosures", are given below:

Entity with control over the Company

Name	Ownership interest
	As at March 31, 2021
Motherson Sumi Systems Limited ("MSSL")	100%
Relationship where control exists	

II. Details of transactions, in the ordinary course of business at commercial terms, and balances with related parties as mentioned in 15 (I) above:

Transactions with related parties

	For the period starting from the date of the incorporation i.e. July 02, 2020 and ended as of March 31, 2021
Holding company	
Issue of share capital	0.50
Loan received	3.53
Interest accrued but not due on borrowings	0.08

Outstanding balances arising from sales / purchases of goods and services

	As at March 31, 2021
Holding company	
Loan received	3.53
Interest accrued but not due on borrowings	0.08

16 As per information available with the Company there are no dues payable to enterprises covered under micro, small and medium enterprises development Act, 2006.

17 Financials Risk management

The Company is not exposed to any liquidity risk as it borrows money from holding Company (Shareholder).
The Company is not exposed to any foreign currency risk and accordingly, there is no market risk.
Regarding credit risk on balances with banks, the Company maintains relationship only with high rated banks.

18 Capital Management

In order to meet its capital requirement, the Company is generally funded by its shareholder, either as equity or debt.
The Company doesn't monitor any ratio as such.

19 Cash and Cash equivalents and short term borrowing, trade payable are the only financials assets and financials liability respectively, which have been recorded at amortised cost. The carrying value of cash and cash equivalents, short term borrowings and other financial liabilities are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

As per our report of even date
For **S.R.Batliboi & Co. LLP**
Chartered Accountants
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