

**SMR AUTOMOTIVE INTERNATIONAL USA**  
**Financial Statements**  
**2018-19**

SMR AUTOMOTIVE INTERNATIONAL USA  
Balance sheet

(All amounts in USD'000, unless otherwise stated)			
	Notes	As At March 31, 2019	As At March 31, 2018
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3	160	229
Capital work-in-progress		-	-
Investment property	5	-	-
Goodwill	4	-	-
Other intangible assets	4	-	-
Intangible assets under development		-	-
<b>Financial assets</b>			
i. Investments			
ii. Loans	6	211,318	82,800
iii. Trade receivables	7	-	-
iv. Other financial assets	10	-	-
Deferred tax assets (net)	12	-	-
Non-current tax assets (net)	8	32	-
<b>Total non-current assets</b>		<b>211,510</b>	<b>83,029</b>
<b>Current assets</b>			
Inventories	9	-	-
<b>Financial assets</b>			
i. Investments	6	-	-
ii. Trade receivables	10	-	-
iii. Cash and cash equivalents	11	2,509	44
iv. Bank balances other than (iii) above		100	56
v. Loans	7	-	-
vi. Other financial assets	12	690	102,590
Other current assets	13	-	-
<b>Total current assets</b>		<b>3,299</b>	<b>102,690</b>
<b>Total assets</b>		<b>214,809</b>	<b>185,719</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital			
Share application money pending for allotments	14	75,791	75,791
<b>Other equity</b>			
Reserves and surplus			
Other reserves	15	131,431	100,234
<b>Total equity</b>	16	<b>-</b>	<b>-</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>		<b>207,222</b>	<b>176,025</b>
<b>Financial Liabilities</b>			
i. Borrowings			
ii. Other financial liabilities	17	350	350
Provisions	19	-	-
Employee benefit obligations	20	-	-
Deferred tax liabilities (net)	21	-	-
Other non-current liabilities	8	-	-
<b>Total non-current liabilities</b>	22	<b>-</b>	<b>-</b>
<b>Current liabilities</b>			
<b>Financial Liabilities</b>			
i. Borrowings			
ii. Trade payables	17	-	-
iii. Other financial liabilities	18	7,237	9,344
Provisions	19	-	-
Employee benefit obligations	20	-	-
Other current liabilities	21	-	-
Non-Current tax liabilities (net)	22	-	-
<b>Total current liabilities</b>		<b>7,237</b>	<b>9,344</b>
<b>Total liabilities</b>		<b>7,587</b>	<b>9,694</b>
<b>Total equity and liabilities</b>		<b>214,809</b>	<b>185,719</b>

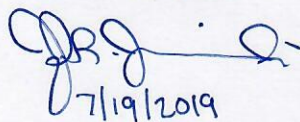
Summary of significant accounting policies

2

This is the Balance Sheet referred to in our report of even date

The above balance sheet should be read in conjunction with the accompanying notes

For and on behalf of the Board

  
7/19/2019



**SMR AUTOMOTIVE INTERNATIONAL USA**  
**Statement of profit and loss**

		<i>(All amounts in USD'000, unless otherwise stated)</i>	
	Notes	For the year ended March 31, 2019	For the year ended March 31, 2018
<b>Revenue</b>			
Revenue from contract with customers	23	-	-
Other operating revenue	24	6,957	5,855
<b>Total revenue from operations</b>		<b>6,957</b>	<b>5,855</b>
Other income	25	29	-
<b>Total income</b>		<b>6,986</b>	<b>5,855</b>
<b>Expenses</b>			
Cost of materials consumed	26	-	-
Change in inventories of finished goods, work-in-progress and stock in trade	27	-	-
Employee benefit expense	28	-	-
Depreciation and amortisation expense	29	69	60
Finance costs	29	15	11
Other expenses	30	1,224	695
<b>Total expenses</b>		<b>1,308</b>	<b>766</b>
<b>Profit before tax</b>		<b>5,678</b>	<b>5,089</b>
<b>Tax expenses</b>			
Current tax	31	(1,672)	1,742
Deferred tax expense/ (credit)	31	(32)	-
<b>Total tax expense</b>		<b>(1,704)</b>	<b>1,742</b>
<b>Profit for the year</b>		<b>7,382</b>	<b>3,347</b>
<b>Other comprehensive income</b>			
<b>Items to be reclassified to profit or loss</b>			
Deferred gain / (losses) on cash flow hedges (net of tax)		-	-
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year, net of tax</b>		<b>7,382</b>	<b>3,347</b>
<b>Summary of significant accounting policies</b>	2		

This is the statement of Profit and Loss referred to in our report of even date

The above statement of profit and loss should be read in conjunction with the accompanying notes

For and on behalf of the Board

SMR AUTOMOTIVE INTERNATIONAL USA  
Statement of changes in equity

A. Share application money pending allotment (All amounts in USD'000, unless otherwise stated)

	Notes	Amount
As at April 01, 2017		-
As at March 31, 2018		-
Less: Amount refunded to share holder of the company		-
As at March 31, 2019		-

B. Other equity

	Notes	Reserves and Surplus	Items of OCI	Cash flow hedging reserve	Total attributable to Owners
Balance as at April 01, 2017		58,787	-	-	58,787
Profit for the year		3,347	-	-	3,347
Other comprehensive income		38,100	-	-	38,100
Total comprehensive income for the year		41,447	-	-	41,447
Balance at March 31, 2018		100,234	-	-	100,234
Profit for the year		7,382	-	-	7,382
Other comprehensive income		23,815	-	-	23,815
Total comprehensive income for the year		31,197	-	-	31,197
Balance at March 31, 2019		131,431	-	-	131,431

Summary of significant accounting policies

This is the statement of changes in equity referred to in our report of even date

2

The above statement of changes in equity should be read in conjunction with the accompanying notes

For and on behalf of the Board

  
7/19/2019



**SMR AUTOMOTIVE INTERNATIONAL USA**  
**Consolidated Cash Flow Statement**

(All amounts in USD'000, unless otherwise stated)		
	For the year ended March 31, 2019	For the year ended March 31, 2018
<b>A. Cash flow from operating activities:</b>		
Profit before tax	5,678	5,089
<b>Adjustments for:</b>		
Depreciation and amortisation expense		
Finance cost	69	60
Provision for warranty	15	11
Provision for doubtful debt / advances	-	-
Income on reversal of provision	-	-
Unrealised foreign currency loss/(gain)	-	-
<b>Operating profit before working capital changes</b>	<b>5,762</b>	<b>5,160</b>
<b>Changes in working capital:</b>		
Increase/(decrease) in trade and other payables	(2,108)	2,589
Increase/(decrease) in other financial liabilities	-	-
(Increase)/decrease in trade receivables	(2,465)	(37)
(Increase)/decrease in inventories	-	-
(Increase)/decrease in other receivables	(27,865)	(49,287)
(Increase)/decrease in other financial assets	-	-
<b>Cash generated from operations</b>	<b>(26,676)</b>	<b>(41,575)</b>
Taxes (paid) / received	-	-
<b>Net cash generated from operating activities</b>	<b>(26,676)</b>	<b>(41,575)</b>
<b>B. Cash flow from Investing activities:</b>		
Payments for purchase of property, plant & equipment (including capital work-in-progress)	-	(90)
<b>Net cash (used) in investing activities</b>	<b>-</b>	<b>(90)</b>
<b>C. Cash flow from financing activities:</b>		
Interest paid	(780)	(10)
Repayment of short term borrowings	-	-
Return of share application money	27,500	38,100
<b>Net cash (used) in financing activities</b>	<b>26,720</b>	<b>38,090</b>

**SMR AUTOMOTIVE INTERNATIONAL USA**  
**Consolidated Cash Flow Statement**

**(All amounts in USD'000, unless otherwise stated)**

	<b>For the year ended March 31, 2019</b>	<b>For the year ended March 31, 2018</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>44</b>	<b>(3,575)</b>
Net Cash and Cash equivalents at the beginning of the year	56	3,611
Cash and cash equivalents acquired consequent to acquisition of SMRC (Refer Note 50)	-	-
<b>Cash and cash equivalents as at year end</b>	<b>100</b>	<b>36</b>
<b>Cash and cash equivalents comprise</b>		
Cash on hand	-	-
Cheques / drafts on hand	-	-
Balance with Banks	-	-
<b>Cash and cash equivalents as per Balance Sheet (restated)</b>	<b>100</b>	<b>56</b>
<b>Net foreign exchange difference on balance with banks in foreign currency</b>	<b>100</b>	<b>56</b>
<b>Total</b>	<b>100</b>	<b>56</b>
Summary of significant accounting policies (Note 2)	100	56

i) The above Cash flow statement has been prepared under the "Indirect Method"

This is the Cash Flow Statement referred to in our report of even date

**For and on behalf of the Board**



**1 Corporate information**

SMR International is a member of a Tier 1 automotive supply group to many major OEMs of rear vision systems, automotive bumpers, panels & spoilers. Our primary market is the North American market, with modest levels of exports of existing products to Canada & South America. The Company operates in four core competencies - Injection Molding, Painting, Assembly and Engineering. Our Marysville facility also operates as a global center for product design services, coordinating Regional Sales & Purchasing activity, and certain corporate functions. Our advanced engineering staff works to develop programs in conjunction with OEM design teams. The SMPUS facility under its ownership is located in Tuscaloosa, AL and operates independent of managerial oversight of SMR International.

**2 Significant accounting policies**

**(a) Basic of preparation**

**Compliance**

The financial statements of the Company have been prepared for the financial year beginning April 01, 2018 and ended on March 31, 2019.

The financial statements are prepared in accordance with the US Generally Accepted Accounting Principles (USGAAP) in force at March 31, 2019.

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

The financial statements are presented in US Dollars and all values are rounded to the nearest thousand (\$000), except when otherwise indicated.

**(b) Accounting policies for the financial statements**

The general accounting policies of the financial statements are described in this section. Detailed accounting policies and descriptions of decisions based on management's judgement and management's use of estimates are presented later at each item of the financial statements.

(i)

SMR AUTOMOTIVE INTERNATIONAL USA  
NOTES TO THE FINANCIAL STATEMENTS

3 Property, plant and equipment

(All amounts in USD'000, unless otherwise stated)

Particulars	Own Assets					Assets Taken on Finance Lease					Total
	Freehold Land	Leasehold Improvements	Buildings	Plant & Machinery	Furniture & fixtures	Computers	Vehicles	Leasedhold land	Plant & Machinery	Furniture & fixtures	
<b>Year ended March 31, 2018</b>											
Gross carrying amount	-	383	-	-	32	-	-	-	-	-	415
As at April 01, 2017	-	-	-	-	13	-	-	-	-	-	13
Additions	-	(103)	-	-	-	-	-	-	-	-	(103)
Disposals / other adjustment	-	280	-	-	45	-	-	-	-	-	325
Closing gross carrying amount	-	-	-	-	-	-	-	-	-	-	-
<b>Accumulated depreciation and impairment</b>											
As at April 01, 2017	-	32	-	-	4	-	-	-	-	-	36
Depreciation charge during the year	-	47	-	-	13	-	-	-	-	-	60
Closing accumulated depreciation	-	79	-	-	17	-	-	-	-	-	96
<b>Net carrying amount</b>	-	201	-	-	28	-	-	-	-	-	229
<b>Year ended March 31, 2019</b>											
Gross carrying amount	-	280	-	-	45	-	-	-	-	-	325
As at April 01, 2018	-	-	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-	-
Closing gross carrying amount	-	280	-	-	45	-	-	-	-	-	325
<b>Accumulated depreciation</b>											
As at April 01, 2018	-	79	-	-	17	-	-	-	-	-	96
Depreciation charge during the year	-	56	-	-	13	-	-	-	-	-	69
Closing accumulated depreciation	-	135	-	-	30	-	-	-	-	-	165
<b>Net carrying amount</b>	-	145	-	-	15	-	-	-	-	-	160



SMR AUTOMOTIVE INTERNATIONAL USA  
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in USD'000, unless otherwise stated)						
4 Intangible assets						
Particulars	Technical Knowhow Fees	Customer Relationships	Business and commercial rights	Intellectual Property Rights	Software	Goodwill
<b>Year ended March 31, 2018</b>						
Gross carrying amount	-	-	-	-	-	-
As at April 01, 2017	-	-	-	-	-	-
Additions	-	-	-	-	-	-
Disposals / other adjustment	-	-	-	-	-	-
Closing gross carrying amount	-	-	-	-	-	-
<b>Accumulated amortisation and impairment</b>						
As at April 01, 2017	-	-	-	-	-	-
Depreciation charge during the year	-	-	-	-	-	-
Closing accumulated amortisation and impairment	-	-	-	-	-	-
<b>Net carrying amount</b>						
Year ended March 31, 2019	-	-	-	-	-	-
Gross carrying amount	-	-	-	-	-	-
As at April 01, 2018	-	-	-	-	-	-
Additions	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Closing gross carrying amount	-	-	-	-	-	-
<b>Accumulated amortisation and impairment</b>						
As at April 01, 2018	-	-	-	-	-	-
Depreciation charge during the year	-	-	-	-	-	-
Closing accumulated amortisation and impairment	-	-	-	-	-	-
<b>Net carrying amount</b>	-	-	-	-	-	-

SMR AUTOMOTIVE INTERNATIONAL USA  
NOTES TO THE FINANCIAL STATEMENTS

5 Investment property

(All amounts in USD'000, unless otherwise stated)

	March 31, 2019	March 31, 2018
Opening gross carrying amount		
Add: Transfers / Additions during the year	-	-
Less: (Deletions) during the year		
Gross Block		
Accumulated depreciation:		
Opening balance	-	-
Add: Depreciation for the year	-	-
Less: Deletions during the year		
Closing accumulated depreciation		
Net Investment Properties	-	-

6 Investments

(a) Non-current investments

Investment in subsidiaries:

	March 31, 2019	March 31, 2018
SMR USA		
SMP USA	82,800	82,800
	128,518	

211,318 82,800

(b) Current investments

(provide details if applicable)

7 Loans

(a) Non-current investments

Unsecured, considered good  
Loans to related parties  
Loans to employees

March 31, 2019 March 31, 2018

(b) Current investments

Unsecured, considered good  
Loans to related parties  
Loans to employees

690 102,590  
690 102,590

The Company had an investment in its subsidiary SMPUSA which, as of December 28, 2018, was approved by its Board of Directors to convert to equity. The remaining \$690 relates to interest from this original loan that needs to be capitalized in FY2020.

8 Deferred tax

(a) Deferred tax assets (net)

Year ended March 31, 2018

Unabsorbed depreciation and Tax losses  
Property, plant and equipments  
Provision for Doubtful debts/Advances/Inventory  
Others

Year ended March 31, 2019

Unabsorbed depreciation and Tax losses  
Property, plant and equipments  
Provision for Doubtful debts/Advances/Inventory  
Others

Beginning Balance	Charged to profit or loss	Closing balance
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	29	29
-	3	3
-	32	32

(b) Deferred tax liabilities (net)

Year ended March 31, 2018

Others

Year ended March 31, 2019

Others

Beginning Balance	Charged to profit or loss	Closing balance
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-

Deferred tax assets and deferred tax liabilities have been offset to the extent they relate to the same governing taxation laws.



SMR AUTOMOTIVE INTERNATIONAL USA  
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in USD'000, unless otherwise stated)

9 Inventories

Raw materials  
Work-in-progress  
Finished goods

March 31, 2019 March 31, 2018

- -  
- -  
- -  
- -

Inventory include inventory in transit of:  
Raw materials

- -  
- 0

# Trade Receivable

March 31, 2019 March 31, 2018

(a) Non-current:

Unsecured, considered good  
Trade receivables from related parties  
Doubt full

- -  
- -  
- -

Less: Allowances for credit loss

(b) Current:

Unsecured, considered good  
Trade receivables from related parties  
Doubt full

2,509 44  
- -  
2,509 44  
- -  
2,509 44

Less: Allowances for credit loss

# Cash and cash equivalents

Balances with banks:  
- in current accounts

March 31, 2019 March 31, 2018

100 56  
- -  
100 56

Cash on hand

# Other financial assets

March 31, 2019 March 31, 2018

(a) Non-current:

Security deposits, unsecured considered good  
Other advances receivable in cash and cash equivalent  
Derivatives designated as hedge

- -  
- -  
- -  
- -  
- -

(b) Current:

Security deposits, unsecured considered good  
Other advances receivable in cash and cash equivalent  
Derivatives designated as hedge

- -  
- -  
- -  
- -

# Other current Assets

March 31, 2019 March 31, 2018

Advances recoverable  
Prepaid expenses

- -  
- -  
- -

# Share Capital

Authorised:

Number of equity share capital and face value

March 31, 2019 March 31, 2018

Issued, subscribed and paid up:

Number of equity share capital and face value for each category of share capital

75,791 75,791  
75,791 75,791

SMR AUTOMOTIVE INTERNATIONAL USA  
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in USD'000, unless otherwise stated)

# Reserves and surplus

	March 31, 2019	March 31, 2018
(a) Retained earnings		
Opening balance	62,134	58,787
Additions during the year	7,382	3,347
Closing balance	69,516	62,134
(b) General reserve		
Opening balance	-	-
Additions during the year	-	-
Closing balance	-	-
(c) Capital reserve		
Opening balance	61,915	38,100
Additions during the year	61,915	38,100
Closing balance	131,431	100,234
Total reserve and surplus		
Dividends (net)		

# Other reserves

(a) Cash flow hedging reserve	March 31, 2019	March 31, 2018
Opening balance	-	-
Additions during the year	-	-
Closing balance	-	-

Cash flow hedging reserve

The Company did not use hedging instruments as part of its management of foreign currency risk in either FY2018 or FY2019.

# Borrowings

(a) Non-current	March 31, 2019	March 31, 2018
	350	350
(b) Current	350	350
Secured repayable on demand from banks <sup>1</sup>	-	-
	-	-

<sup>1</sup>Secured by charge on the inventory and receivables of the Company

# Trade Payables

	March 31, 2019	March 31, 2018
Total outstanding dues of creditors other than related parties	106	21
Trade payable to related parties (Refer note 40)	7,131	9,323
	7,237	9,344

# Other current financial liabilities

(a) Non-current	March 31, 2019	March 31, 2018
Security deposits	-	-
Other liabilities payable in cash and cash equivalent	-	-
(b) Current	-	-
Interest accrued but not due on borrowings	-	-
Employee benefits payable	-	-
Accrued expenses	-	-
Total	-	-

# Provisions

(a) Non-current	March 31, 2019	March 31, 2018
For Warranties	-	-
For Litigations / disputes	-	-
(b) Current	-	-
For warranties	-	-
Total	-	-

Warranty

A provision is recognized for expected warranty claims on products sold during the last year, based on past experience of the level of repairs and returns. Due to the very nature of such costs, it is not possible to estimate the uncertainties relating to the outflows of economic benefits.



SMR AUTOMOTIVE INTERNATIONAL USA  
NOTES TO THE FINANCIAL STATEMENTS

# Employee benefit obligations

(All amounts in USD'000, unless otherwise stated)

	March 31, 2019	March 31, 2018
(a) Non-current		
Pension		
Compensated absences		
(b) Current		
Pension		
Compensated absences		
Total		
# Other liabilities		
(a) Other non-current liabilities		
Statutory dues payable		
Other payables		
(b) Other current liabilities		
Other current liabilities		
Statutory dues payable & other payables		
Bracket denotes appropriations / deductions.		

**SMR AUTOMOTIVE INTERNATIONAL USA**  
**NOTES TO THE FINANCIAL STATEMENTS**

(All amounts in USD'000, unless otherwise stated)

**23 Revenue from contract with customers**

Sales of products  
Sales of services

**Total revenue from contract with customers (Refer Note 45)**

**IFRS 15 Revenue from contracts with customers**

Effective April 1, 2018, the Company has adopted IFRS 115, 'Revenue from Contracts with Customers', with a modified retrospective approach. The management has evaluated the implications of implementation of new standard on its revenue and has made appropriate adjustments to these results where significant.

**24 Other operating revenue:**

Scrap sales  
Miscellaneous income

**Total revenue from operation**

**25 Other income**

Foreign exchange gain (net)  
Provision for Doubtful Debts written back

**Total**

**26 Cost of materials consumed**

Opening stock of raw materials  
Add : Purchases of raw materials  
Less: Closing stock of raw materials

**Total**

For the year ended	
March 31, 2019	March 31, 2018
-	-
-	-

-	-
6,957	5,855
<b>6,957</b>	<b>5,855</b>
<b>6,957</b>	<b>5,855</b>

For the year ended	
March 31, 2019	March 31, 2018
29	-
-	-
<b>29</b>	<b>-</b>

For the year ended	
March 31, 2019	March 31, 2018
-	-
-	-
-	-
<b>-</b>	<b>-</b>



**SMR AUTOMOTIVE INTERNATIONAL USA**  
**NOTES TO THE FINANCIAL STATEMENTS**

(All amounts in USD'000, unless otherwise stated)

27	Changes in inventory of finished goods, work in progress and stock in trade	For the year ended March 31, 2019      March 31, 2018	
	(Increase)/ decrease in stocks		
	Stock at the opening of the year:		
	Finished goods	-	-
	Work-in-progress	-	-
	<b>Total A</b>	-	-
	Stock at the end of the year:		
	Finished goods	-	-
	Work-in-progress	-	-
	<b>Total C</b>	-	-
	(Increase)/ decrease in stocks (A+B-C+D)	-	-
28	Employee benefit expense	For the year ended March 31, 2019      March 31, 2018	
	Salary, wages & bonus	-	-
	Contribution to employee welfare funds, payroll tax and other taxes	-	-
	Staff welfare expenses	-	-
	Others	-	-
	<b>Total</b>	-	-
29	Finance costs	For the year ended March 31, 2019      March 31, 2018	
	Interest on borrowings	15	11
	Others	-	-
	<b>Total</b>	<b>15</b>	<b>11</b>
30	Other expenses	For the year ended March 31, 2019      March 31, 2018	
	Electricity, water and fuel	-	-
	Repairs and Maintenance:		
	Machinery	-	-
	Building	-	-
	Others	2	5
	Consumption of stores and spare parts	-	-
	Rent	-	-
	Rates & taxes	187	207
	Insurance	-	-
	Donation	-	-
	Travelling	-	5
	Freight & forwarding	161	81
	Provision for doubtful debts/advances	-	1
	Auditors fees and expenses	-	-
	Legal & professional expenses	-	-
	Computer expenses and software charges	13	25
	Fees and subscriptions	15	15
	Business promotion expenses	1	1
	Communication expenses	-	2
	Miscellaneous expenses	30	31
	<b>Total</b>	<b>815</b>	<b>322</b>
		<b>1,224</b>	<b>695</b>
31	Income tax	For the year ended March 31, 2019      March 31, 2018	
	Current tax	(1,672)	1,742
	Deferred tax charged / (reversed)	(32)	-
		<b>(1,704)</b>	<b>1,742</b>