

**MSSL CONSOLIDATED INC**  
**Financial Statements**  
**2019-20**

MSSL CONSOLIDATED INC  
Balance sheet

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

	Notes	As At	
		March 31, 2020	March 31, 2019
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3	105	1
Right-to-use assets	4	18	-
Investment	5	34,100	34,100
<b>Total non-current assets</b>		<b>34,223</b>	<b>34,101</b>
<b>Current assets</b>			
Financial assets			
i. Cash and cash equivalents	6	305	584
<b>Total current assets</b>		<b>305</b>	<b>584</b>
<b>Total assets</b>		<b>34,528</b>	<b>34,686</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	7	0	0
Share application money pending for allotments		35,100	35,100
<b>Other equity</b>			
Reserves and surplus	8	(11,898)	(10,712)
<b>Total equity</b>		<b>23,202</b>	<b>24,388</b>
<b>Liabilities</b>			
<b>Non Current liabilities</b>			
<b>Financial Liabilities</b>			
<b>i. Long term lease liabilities</b>			
<b>Total non current liabilities</b>	9	<b>5</b>	<b>-</b>
<b>Current liabilities</b>			
Financial Liabilities			
i. Lease liabilities - Current	10	13	-
ii. Borrowings	11	10,595	9,526
iv. Other financial liabilities	12	-	91
Other current liabilities	13	712	680
<b>Total current liabilities</b>		<b>11,321</b>	<b>10,297</b>
<b>Total equity and liabilities</b>		<b>34,528</b>	<b>34,686</b>

Summary of significant accounting policies

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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

Jitender Mahajan  
Director

**MSSL CONSOLIDATED INC**  
**Statement of profit and loss**

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

	Notes	For the year ended March 31, 2020	For the year ended March 31, 2019
<b>Revenue</b>			
Other income	14	15,017	10,003
<b>Total income</b>		<b>15,017</b>	<b>10,003</b>
<b>Expenses</b>			
Employee benefit expense	15	849	1,033
Depreciation and amortisation expense		3	26
Depreciation and amortisation expense IFRS 116		19	-
Finance costs	16	3	1
Other expenses	17	330	470
<b>Total expenses</b>		<b>1,203</b>	<b>1,530</b>
<b>Profit before tax</b>		<b>13,814</b>	<b>8,473</b>
Tax expenses		-	-
<b>Profit for the year</b>		<b>13,814</b>	<b>8,473</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the year, net of tax</b>		<b>13,814</b>	<b>8,473</b>

Summary of significant accounting policies

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**

**Jitender Mahajan**  
**Director**

**MSSL CONSOLIDATED INC**  
**Statement of changes in equity**

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

<b>A. Equity Capital</b>	<b>Notes</b>	<b>Share capital</b>	<b>application money pending</b>
As at April 01, 2018		0	35,100
<b>As at March 31, 2019</b>		<b>0</b>	<b>35,100</b>
Less: Amount refunded to share holder of the company		-	-
<b>As at March 31, 2020</b>		<b>0</b>	<b>35,100</b>

  

<b>B. Other equity</b>	<b>Notes</b>	<b>Retained Earnings</b>
Balance as at April 01, 2018		(9,185)
Profit for the year		8,473
Other comprehensive income		-
Dividend paid / Proposed dividend		(10,000)
Total comprehensive income for the year		(1,527)
<b>Balance at March 31, 2019</b>		<b>(10,712)</b>
Profit for the year		13,814
Other comprehensive income		-
Dividend paid / Proposed dividend		(15,000)
Total comprehensive income for the year		(1,186)
<b>Balance at March 31, 2020</b>		<b>(11,898)</b>

Summary of significant accounting policies

2

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

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

**For and on behalf of the Board**

**Jitender Mahajan**  
**Director**

MSSL CONSOLIDATED INC  
Consolidated Cash Flow Statement

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

	For the year ended March 31, 2020	For the year ended March 31, 2019
<b>A. Cash flow from operating activities:</b>		
Profit before tax	13,814	8,473
<b>Adjustments for:</b>		
Depreciation and amortisation expense	21	26
Finance cost	3	1
<b>Operating profit before working capital changes</b>	<b>13,838</b>	<b>8,501</b>
<b>Changes in working capital:</b>		
Increase/(decrease) in trade and other payables	35	131
Increase/(decrease) in other financial liabilities	(110)	91
(Increase)/decrease in other receivables	-	3
<b>Cash generated from operations</b>	<b>13,763</b>	<b>8,726</b>
Taxes (paid) / received	-	-
<b>Net cash generated from operating activities</b>	<b>13,763</b>	<b>8,726</b>
<b>B. Cash flow from Investing activities:</b>		
Payments for purchase of property, plant & equipment (including capital work-in-progress)	(107)	-
Sale of Fixed Assets	17	-
<b>Net cash (used) in investing activities</b>	<b>(90)</b>	<b>-</b>
<b>C. Cash flow from financing activities:</b>		
Interest paid	(2)	(1)
Short term borrowings	1,069	1,617
Lease Payment	(20)	-
Dividends paid	(15,000)	(10,000)
<b>Net cash (used) in financing activities</b>	<b>(13,953)</b>	<b>(8,384)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>(280)</b>	<b>341</b>
Net Cash and Cash equivalents at the beginning of the year	584	243
<b>Cash and cash equivalents as at year end</b>	<b>305</b>	<b>585</b>
<b>Cash and cash equivalents comprise</b>		
Balance with Banks	305	584
<b>Cash and cash equivalents as per Balance Sheet (restated)</b>	<b>305</b>	<b>584</b>
<b>Net foreign exchange difference on balance with banks in foreign currency</b>		
<b>Total</b>	<b>305</b>	<b>584</b>
Summary of significant accounting policies (Note 2)		

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

Jitender Mahajan  
Director

**1 Corporate information**

MSSL Consolidated Inc ('the Company') was incorporated on May 29, 2014 and domiciled in the United States of America. The address of its registered office is 8640 East Market Street, Howland Township, Warren OH 44484, United States.

**2 Significant accounting policies**

**(a) Basic of preparation**

**Compliance with IFRS**

The financial statements of the Company have been prepared for the financial year beginning April 01, 2019 and ended on March 31, 2020.

The financial statements are prepared in accordance with the International Financial Reporting Standards (IFRS) in force at March 31, 2020.

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

The financial statements are presented in Euro 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) 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

All other assets are classified 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.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

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.

**(ii) Foreign currencies**

The Company's functional currency is United States Dollar (USD) and the financial statements are presented in USD.

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in profit or loss.

**(iii) Cash and cash equivalents**

Cash and cash equivalent includes 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. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

**(iv) Property, Plant and equipment**

Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Capital work in progress are stated at cost, net of accumulated impairment losses, if any. Such cost includes expenditure that is directly attributable to the acquisition of the items and the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in profit or loss as incurred.

The cost of self-generated assets comprises of raw material, components, direct labour, other direct cost and related production overheads.

**Depreciation methods and useful lives**

Depreciation is calculated using the straight-line method over estimated useful lives of the assets:

Assets	Useful lives(years)
Furniture & fixtures	6 years
Computers:	
Server & Networks	3 years
End user devices, such as desktops, laptops, etc.	3 years
Vehicles	4 years

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognised.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

**MSSL CONSOLIDATED INC**  
**NOTES TO THE FINANCIAL STATEMENTS**

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**2.2 Significant accounting policies**

The preparation of financial statements requires management to make judgements, estimates and assumptions regarding the recognition, measurement, presentation and disclosure of assets, liabilities, income, expenses, assets and liabilities, the accompanying disclosures, and the disclosure of contingent liabilities. These judgements, estimates and assumptions could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected.

**Judgements**

In the process of applying the Company's accounting policies, there are no significant judgements established.

**Estimates and assumptions**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, which are expected to result in an adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The assumptions are based on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments may change due to market change or circumstances arising beyond the control of the Company. Such changes are reflected in the carrying amounts of assets and liabilities.

**(i) Useful life of property, plant and equipment and investment properties**

The Company uses its technical expertise along with historical and industry trends for determining the economic useful lives. The useful lives are reviewed by management periodically and revised, if appropriate. In case of a revision, the unamortized cost of the assets is allocated over the revised useful life of the assets.

**(ii) Taxes**

Uncertainties exist with respect to the interpretation of complex tax regulations, changes in tax laws, and the nature of business differences arising between the actual results and the assumptions made, or future adjustments to tax income and expense already recorded. The Company establishes provisions, based on the expected tax liability, based on various factors, such as differing interpretations of tax regulations by the taxable entity and the tax authorities. An interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective jurisdictions.

**3.1 COVID Impact**

The Company has evaluated the impact of COVID-19 resulting from (i) the possibility of constraints to the flow of cash from operations; (ii) the possibility of loss of customers; (iii) the possibility of revision of estimations of costs to complete the contract because of additional efforts; (iv) the possibility of loss of revenue. The Company has concluded that the impact of COVID-19 is not material based on these estimates. Due to the uncertainty, the Company will continue to monitor developments to identify significant uncertainties relating to revenue in future periods.

MSSL CONSOLIDATED INC  
NOTES TO THE FINANCIAL STATEMENTS

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

3 Property, plant and equipment

Particulars	Own Assets			Total
	Furniture & fixtures	Computers	Vehicles	
<b>Year ended March 31, 2019</b>				
<b>Gross carrying amount</b>				
As at April 01, 2018	1	5	147	153
Closing gross carrying amount	1	5	147	153
<b>Accumulated depreciation and impairment</b>				
As at April 01, 2018	(0)	2	124	126
Depreciation charge during the year	1	2	23	26
<b>Closing accumulated depreciation</b>	1	5	147	152
<b>Net carrying amount</b>	-	-	-	1
<b>Year ended March 31, 2020</b>				
<b>Gross carrying amount</b>				
As at April 01, 2019	1	5	147	153
Additions	-	-	107	107
Disposals	-	-	(102)	(102)
<b>Closing gross carrying amount</b>	1	5	151	157
<b>Accumulated depreciation</b>				
As at April 01, 2019	1	5	147	152
Depreciation charge during the year	0	0	2	3
Sale of Fixed Assets depreciation	-	-	(102)	(102)
<b>Closing accumulated depreciation</b>	1	5	46	52
<b>Net carrying amount</b>	-	-	105	105

MSSL CONSOLIDATED INC  
 NOTES TO THE FINANCIAL STATEMENTS

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

4 Property, plant and equipment IFRS 116

Particulars	Own Assets			Total
	Furniture & fixtures	Computers	Vehicles	
<b>Year ended March 31, 2020</b>				
<b>Gross carrying amount</b>				
<b>As at April 01, 2019</b>	-	-	-	-
Additions due to IFRS 16	-	-	37	37
<b>Closing gross carrying amount</b>	-	-	37	37
<b>Accumulated depreciation</b>				
<b>As at April 01, 2019</b>	-	-	-	-
Depreciation charge during the year due to IFRS 16	-	-	19	19
<b>Closing accumulated depreciation</b>	-	-	19	19
<b>Net carrying amount</b>	-	-	18	18

MSSL CONSOLIDATED INC  
NOTES TO THE FINANCIAL STATEMENTS

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

		March 31, 2020	March 31, 2019
<b>5</b>	<b>Investment</b>		
	<b>Investment in Subsidiaries:</b>		
	<b>(Unquoted instruments valued at cost unless stated otherwise)</b>		
	MSSL Wiring System Inc	0	0
	100 (March 31, 2020: 100) equity share of USD 1 each fully paid	34,100	34,100
	share application money pending allotment	34,100	34,100
		<b>34,100</b>	<b>34,100</b>
<b>6</b>	<b>Cash and cash equivalents</b>		
	Balances with banks:		
	- in current accounts	305	584
		<b>305</b>	<b>584</b>
<b>7</b>	<b>Equity share capital</b>		
	<b>Issued, subscribed and Paid up:</b>		
	100 ( March 31, 2018 : 100) Equity Shares of USD 1 each	0	0
		<b>0</b>	<b>0</b>
<b>8</b>	<b>Reserves and surplus</b>		
	<b>Retained earnings</b>		
	Opening balance	(10,712)	(9,185)
	Additions during the year	13,814	8,473
	Dividend paid'	(15,000)	(10,000)
	<b>Closing balance</b>	<b>(11,898)</b>	<b>(10,712)</b>
<b>9</b>	<b>Financial Liabilities (Non current)</b>		
	Long term lease liabilities	5	-
		<b>5</b>	<b>-</b>
<b>10</b>	<b>Financial Liabilities (Current)</b>		
	Lease liabilities - Current	13	-
		<b>13</b>	<b>-</b>
<b>11</b>	<b>Current borrowings</b>		
	Unsecured Loan from related parties	10,595	9,526
		<b>10,595</b>	<b>9,526</b>
<b>12</b>	<b>Other current financial liabilities</b>		
	- Employee benefits payable	-	91
	<b>Total</b>	<b>-</b>	<b>91</b>
<b>13</b>	<b>Other current liabilities</b>		
	Other current payables	712	680
		<b>712</b>	<b>680</b>

Bracket denotes appropriations / deductions.

**MSSL CONSOLIDATED INC**  
**NOTES TO THE FINANCIAL STATEMENTS**

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

	For the year ended	
	March 31, 2020	March 31, 2019
<b>14 Revenue</b>		
Foreign exchange gain (net)	-	3
Profit on sale of fixed Assets	17	-
Dividend Income	15,000	10,000
<b>Total</b>	<b>15,017</b>	<b>10,003</b>
<b>15 Employee benefit expense</b>		
Salary, wages & bonus	759	830
Contribution to employee welfare funds, payroll tax and other taxes	88	100
Staff welfare expenses	2	103
<b>Total</b>	<b>849</b>	<b>1,033</b>
<b>16 Finance costs</b>		
Interest on Land / Vehicle Loan / finance lease due to IFRS 16	1	-
Others	2	1
<b>Total</b>	<b>3</b>	<b>1</b>
<b>17 Other expenses</b>		
Repairs and Maintenance:		
Others	21	19
Rent	63	95
Insurance	35	98
Travelling	143	196
Legal & professional expenses	39	25
Computer expenses and software charges	3	5
Business promotion expenses	-	4
Communication expenses	5	3
Conveyance	19	25
Miscellaneous expenses	2	1
<b>Total</b>	<b>330</b>	<b>470</b>

For and on behalf of the Board

**Jitender Mahajan**  
**Director**