



SMP Automotive Solutions

Slovakia s.r.o.

Annual report

From April 1, 2019 to March 31, 2020

Matúškovo, July 29, 2020

Table of content

1. General Information	3
2. Development of the company	5
3. Financial result	6
4. Key Financial Indicators	8
5. Financial Risk Management	9
6. Research and development costs	9
7. Influence of the environment and employment Environment.....	9
8. Foreign branch.....	10
9. Facts with special character after the balance closing	11

1. General Information

Business name: SMP Automotive Solutions Slovakia s.r.o.

(Beyond "company")

Legal form: Limited Liability Company

Address: 1586 Matúškovo, 925 01, Slovensko

Corporate ID: 45 574 979

Established: June 4, 2010

Commercial register: District Court in Trnava, section Sro., Insert No: 25700/T

Core Business activities:

- Purchasing goods for resale to end users (retail) or other trade license holders (wholesale)
- Performing mediation activities in the field of trade
- Producing organic chemicals
- Producing plastics in their primary form
- Producing chemical fibres, and
- Manufacturing rubber and plastic products.

Company bodies:

Statutory bodies

Executive: Andreas Heuser (From February 10, 2014)

The structure of the company's shareholders is as follows:

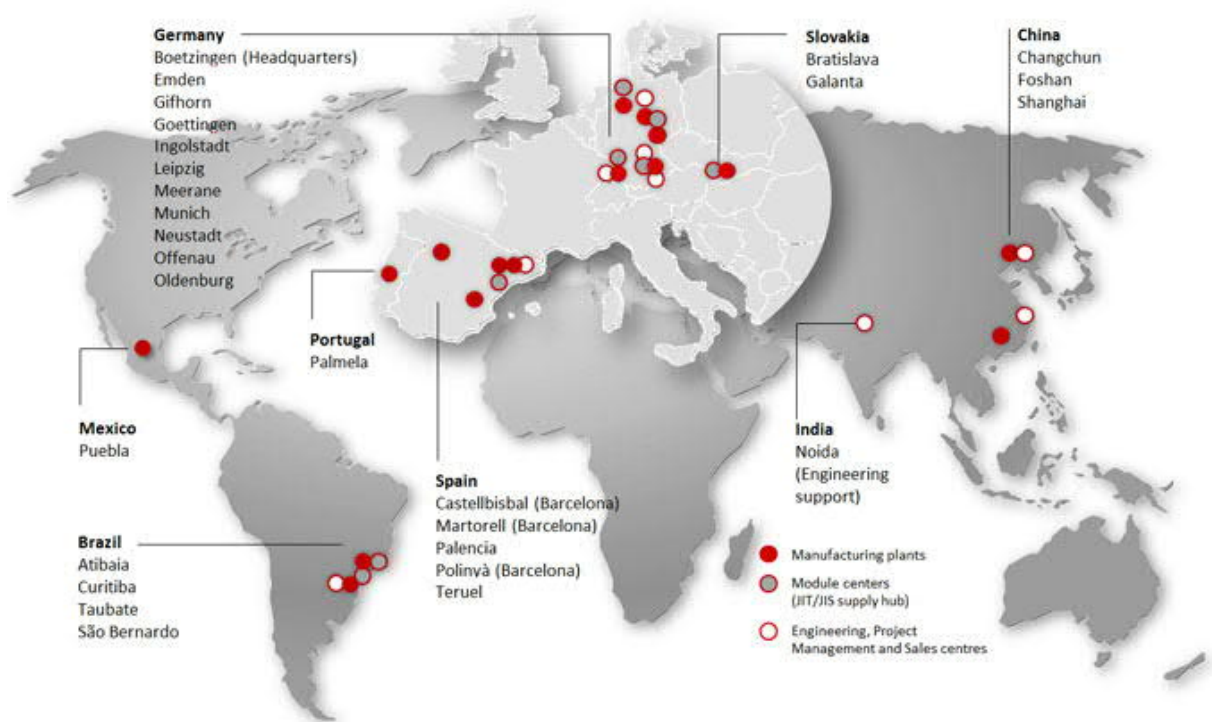
Shareholder	Share in the registered capital (in EUR)	Share in the registered capital (in %)	Share in the voting rights
SMP Deutschland GmbH Bötzingen, Germany	5 000 EUR	100%	100%

SMP Group

Samvardhana Motherson Peguform (SMP) Group is noun on a market as a leading supplier of high quality interior and exterior products for the automotive business. His customers are the well-known automotive brands like Audi, BMW, MAN, Porsche and other.

The Group is acting worldwide and they production plants are located around the world.

Further information's about the company and the group are available on the following link <http://www.smp-automotive.com>.



2. Development of the company

The Company was established in year 2010 with focus on production of Interior's parts for the automotive business. Since its foundation, its purpose has not been changed, sooner trying to move forward in the industry and improve its position against competitors. Currently the company has a strong market position on the automotive business and the key customer is the Audi production plant located in Hungary and in Germany.

The main long-term goal of the company is to reach and maintain the key position in his field, to maintain and increase the customer satisfaction by providing quality repayable services.

Expected future development

In the upcoming years the company will aspire to secure his market position within the SMP Group. Despite of declining sales, will achieve further productivity increase which will lead to the stabilization of the profitability and achievement of the strategic goals. This expectation is supported by improvement and optimization of the production processes.

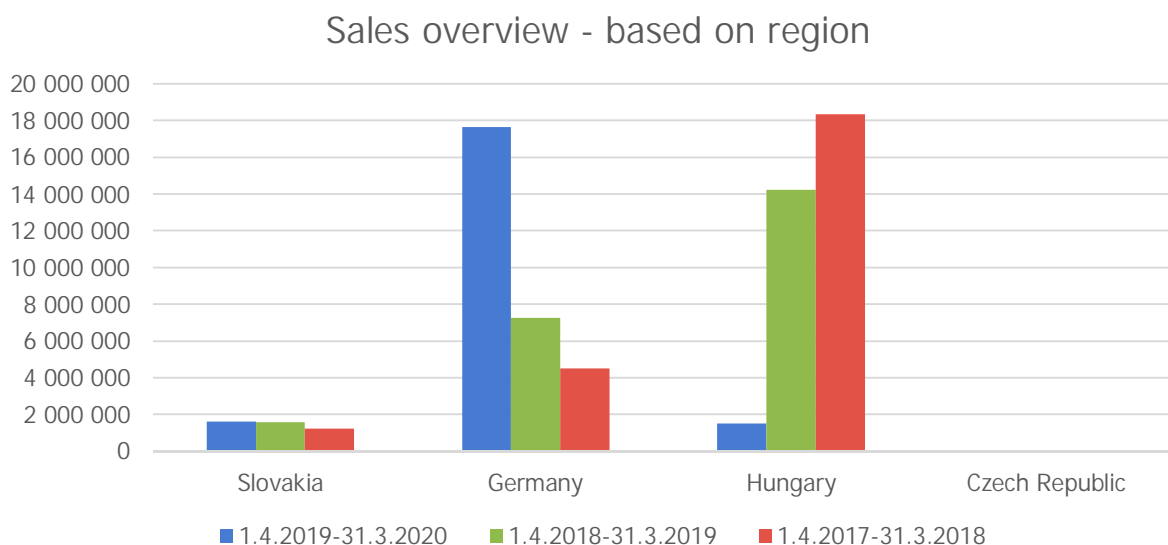
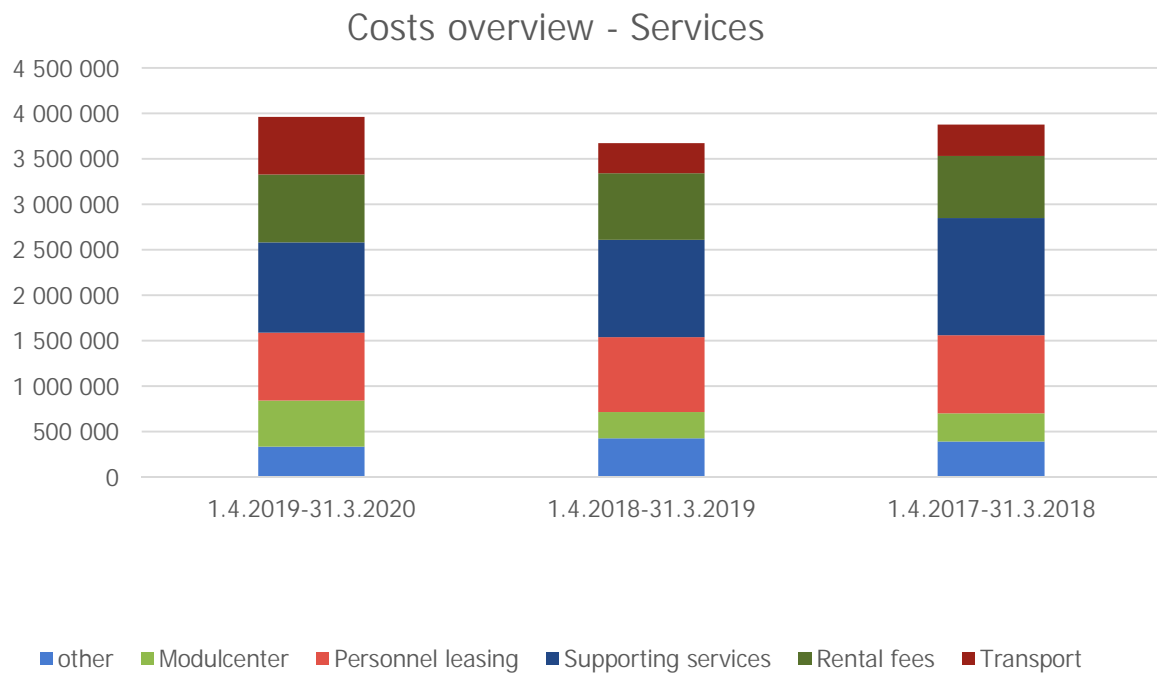
In the fiscal year ending at 31 March 2021, the company does not expect any major changes in the business. Management believes, despite of decreasing sales, that the upcoming year for the company will be successful, cost effective and will increase the value of the company for the shareholders.

Perceived constraints and risks

Management is not aware of any major constraints and risks, which can significantly influence the future financial management of the company.

3. Financial Result

In the fiscal year, which is ending March 31, 2020 the company has generated a loss in amount of 1,042,660 EUR. This represents a decrease of the result by 5% compared to the previous year. In the previous fiscal year the company generated loss in amount of 992,331 EUR.



Overview of changes in equity:

Equity Item (EUR)	At 1.4.2019	Additions	Dispos als	Transfer	At 31.3.2020
Share Capital	5,000	0	0	0	5,000
Loss carried forward	-16,999,920	0	0	-992,331	-17,992,251
Profit/loss for the current period	-992,331	-1,042,660	0	992,331	-1,042,660
Equity total	-17,987,251	-1,042,660	0	0	-19,029,911

Profit/Loss distribution

The accounting loss was settled as follows:

Settlement of the accounting loss (EUR)	Amount
Legal reserve fund	-
Transfer to loss carried forward	-992,331
Dividend	-
Total	-992,331

At the balance sheet date, the statutory body of the Company had not presented a proposal for settlement of loss related to year ended 31 March 2020.

Company did not acquire any new shares, short/long - term bonds and any business share of Group Company.

Detailed information about the above mentioned facts are parts of the notes to financial statements. (Annex Nr.1)

4. Key Financial Indicators

In the following tables are summarized the Company Key Indicators:

(EUR)	1.4.2019-31.3.2020	1.4.2018-31.3.2019
Operating Income	21,300,029	23,459,281
Profit/loss for the accounting period after tax (+/-)	-1,042,660	-992,331
Share Capital	5,000	5,000
Average number of employees	112	127

In the following tables are summarized the Company Key Ratios:

Indicator	Calculation ¹	1.4.2019 -31.3.2020	1.4.2018 -31.3.2019
Gross profit	$\frac{\text{Gross profit (P04 + P05 + P03 - P11 - P12)}}{\text{turnover (P03 + P04 + P05)}}$	30,9%	30,8%
Current ratio	$\frac{\text{Current assets (B33 + B74)}}{\text{short term liabilities (B122 + B136 + B139 + B140 + B141)}}$	0,2	1,0
DSO	$\frac{\text{Short term receivables (B054)}}{\text{Sales of services/products (P03 + P04 + P05)}} \times 365$	31,4	38,3
DPO	$\frac{\text{short term liabilities (B123)}}{\text{Costs of sale (P11 + P12)}} \times 365$	79,9	73,2
Inventory turn	$\frac{\text{Inventories (B34)}}{\text{costs of sale (P11 + P12)}} \times 365$	24,6	26,3
Total debt	$\frac{\text{Liabilities (B101)}}{\text{Assets (B01)}} [\%]$	489,4%	442,4%

Balance sheet, profit/loss statement and notes are checked with auditors and are attached as annex to this annual report.

¹ Respected lines of Balance sheet (B###) and Profit and loss statement (P###)

5. Financial Risk Management

Business activities, which Company is providing, are influenced by several financial risks: market risk (containing from price risk and exchange rate risk) and liquidity risk. The complex risk management of the company is focused on unexpected development on the financial market and makes an effort to minimize the potential negative impact on the financial situation.

6. Research and Development costs

SMP Automotive Solutions Slovakia s.r.o in the previous year did not invest in Research and Development. The R&D is realized on the Group level and the Company is only using the Know-how.

7. Influence of the environment and employment environment

SMP Automotive Solutions Slovakia s.r.o consistently pursues its stated objectives relating to environmental protection. Ecological environment is not only an objective but a substantial part of the company strategy. To ensure sustainable development and systematic protection of environment an impact of our processes on the environment is considered. This consideration is performed since the planning of products and technologies. When the phases of the production process, the company relies on the principles of environmental protection and especially the system of environmental management, energy saving, rational use of potable and drinking water, waste management, focusing on waste recovery and use of technologies favorable to the environment and so on.

The Company does not adversely affect the environment and complies with all statutory requirements concerning environmental protection. The Company applies a comprehensive system of environmental protection in all activities with a view to sustainable development.

Employees

SMP Automotive Slovakia s.r.o. at March 31, 2020 had 107 Employees, which represent a decrease by 19 heads compared to the previous year. Highly qualified employees are the key to the success of the company. Company is continually investing in employee training and education, which makes it possible for each of them to increase their expertise for a particular job position. The company supports the professional training of employees and the development of leadership management skills.

Development of the employees:

Item	At 31.03.2020	At 31.03.2019
Average number of staff (recalculated to FTE)	112	127
Number of staff at the balance sheet date of which:	107	126
Management	20	21

8. Foreign branch

At March 31, 2020 the company do not had a foreign branch.

9. Facts with special character after the balance closing

After the balance closing until the date of creation the annual report, we do not record facts with special character, except those mentioned in notes to financial statements. The company was affected by pandemics of COVID-19 in months of April and May 2020. The production was impacted by decreased volumes, which is expected to reach 10% from annual volume. The company has implemented saving programs, which will reduce the negative impact of COVID-19 on financials.



Andreas Heuser

Executive

Annex Nr.1 Audited financial statements for the year ended 31 March 2020

Independent Auditor's Report

To the Owner and Statutory Representative of SMP Automotive Solutions Slovakia s.r.o.:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of SMP Automotive Solutions Slovakia s.r.o. ("the Company"), which comprise the balance sheet as at 31 March 2020, the income statement for the period ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Company give a true and fair view of the financial position of the Company as at 31 March 2020, and of its financial performance for the year then ended in accordance with the Act on Accounting No 431/2002 Coll., as amended by later legislation ("the Act on Accounting").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Act on Statutory Audit No 423/2015 Coll. and on amendments to the Act on Accounting No 431/2002 Coll., as amended by later legislation ("the Act on Statutory Audit") related to ethics, including Auditor's Code of Ethics, that are relevant to our audit of the financial statements, and we have fulfilled other requirements of these provisions related to ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation of the financial statements that give true and fair view in accordance with the Act on Accounting, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

THIS IS A TRANSLATION OF THE ORIGINAL SLOVAK REPORT

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements including the presented information as well as whether the financial statements captures the underlying transactions and events in a manner that leads to their fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Report on Information Disclosed in the Annual Report

Management is responsible for the information disclosed in the annual report, prepared based on requirements of the Act on Accounting. Our opinion on the financial statements expressed above does not apply to other information contained in the annual report.

In connection with audit of the financial statements it is our responsibility to understand the information disclosed in the annual report and to consider whether such information is not materially inconsistent with audited financial statements or our knowledge obtained in the audit of the financial statements, or otherwise appears to be materially misstated.

We considered whether the Company's annual report contains information, disclosure of which is required by the Act on Accounting.

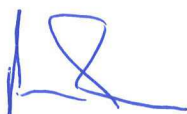
Based on procedures performed during the audit of financial statements, in our opinion:

- Information disclosed in the annual report prepared for 2020 is consistent with the financial statements for the relevant year,
- The annual report contains information based on the Act on Accounting.

Additionally, based on our understanding of the Company and its situation, obtained in the audit of the financial statements, we are required to disclose whether material misstatements were identified in the annual report, which we received prior to the date of issue of this auditor's report. In this regard, there are no findings which we should disclose.

29 July 2020
Bratislava, Slovak Republic

Ernst & Young Slovakia, spol. s r.o.
SKAU Licence No. 257



Ing. Tomáš Přeček, statutory auditor
UDVA Licence No. 1067

ÚČ POD

FINANCIAL STATEMENTS

of entrepreneurs maintaining accounts under the system of double entry bookkeeping

as of 31 03 2020

Tax identification number

2 0 2 3 0 6 0 3 1 4

Identification number (IČO)

4 5 5 7 4 9 7 9

SK NACE

2 2 . 2 9 . 0

Financial statements

☒ - ordinary
☐ - extraordinary
☐ - interim

Accounting entity

☐ - small
☒ - large

For the period

	Month	Year
from	0 4	2 0 1 9
to	0 3	2 0 2 0

Preceding period

	Month	Year
from	0 4	2 0 1 8
to	0 3	2 0 1 9

Attached parts of the financial statements

☒ Balance Sheet
 (Úč POD 1-01)
 (in whole euros)

☒ Income Statement
 (Úč POD 2-01)
 (in whole euros)

☒ Notes to the Financial Statements (Úč
 POD 3-01)
 (In whole euros or eurocents)

Legal name (designation) of the accounting entity

S M P A u t o m o t i v e S o l u t i o n s S l o v a k i a s .
 r . o .

Registered office of the accounting entity, street and number

M a t ú š k o v o 1 5 8 6

Zip code

9 2 5 0 1

Municipality

M a t ú š k o v o

Designation of the Commercial Register and company registration number

D i s t r i c t C o u r t T r n a v a
 S e c t i o n s . r . o . , f i l e 2 5 7 0 0 / T

Telephone

0 3 1 3 2 1 3 2 2 8

Fax

0 3 1 3 2 1 3 2 1 9

Email

Prepared on:

29 July 2020

Approved on:

Signature of the accounting entity's statutory body or a member of
 the accounting entity's statutory body or the signature of a sole
 trader who is the accounting entity:

DIČ: 2023060314	IČO: 45574979	Súvaha Úč POD 1-01
-----------------	---------------	--------------------

Designation a	ASSETS b	Line No. c	Current accounting period			Preceding accounting period
			1		2	3
			Gross - Part 1	Correction-Part 2	Net	Net
	TOTAL ASSETS line 02 + line 33 + line 74	01	9 257 108	4 369 706	4 887 402	5 252 883
A.	Non-current assets line 03 + line 11 + line 21	02	5 426 924	4 204 555	1 222 370	1 105 419
A.I.	Non-current intangible assets - total (lines 04 to 10)	03	50 753	46 584	4 169	6 092
A.I.1.	Capitalized development costs (012) - /072, 091A/	04	0	0	0	0
2.	Software (013)-/073, 091A/	05	50 753	46 584	4 169	6 092
3.	Valuable rights (014)-/074, 091A/	06	0	0	0	0
4.	Goodwill (015) - /075, 091A/	07	0	0	0	0
5.	Other non-current intangible assets (019, 01X) - /079, 07X, 091A/	08	0	0	0	0
6.	Acquisition of non-current intangible assets (041) - /093/	09	0	0	0	0
7.	Advance payments made for non-current intangible assets (051) - /095A/	10	0	0	0	0
A.II.	Property, plant and equipment - total (lines 12 to 20)	11	5 376 171	4 157 970	1 218 201	1 099 326
A.II.1.	Land (031) - /092A/	12	0	0	0	0
2.	Structures (021) - /081, 092A/	13	146 930	44 367	102 563	109 909
3.	Individual movable assets and sets of movable assets (022) - /082, 092A/	14	4 693 163	3 635 102	1 058 061	748 557
4.	Perennial crops (025) - /085, 092A/	15	0	0	0	0
5.	Livestock (026) - /086, 092A/	16	0	0	0	0
6.	Other property, plant and equipment (029, 02X, 032) - /089, 08X, 092A/	17	516 360	478 501	37 858	92 624
7.	Acquisition of property, plant and equipment (042) - /094/	18	19 719	0	19 719	148 236
8.	Advance payments made for property, plant and equipment (052) - /095A/	19	0	0	0	0
9.	Value adjustment to acquired assets (+/- 097) +/- 098	20	0	0	0	0
A.III.	Non-current financial assets - total (lines 22 to 32)	21	0	0	0	0
A.III.1.	Shares and ownership interests in affiliated accounting entities (061A, 062A, 063A) - /096A/	22	0	0	0	0
2.	Shares and ownership interests with participating interest, except for affiliated accounting entities (062A) - /096A/	23	0	0	0	0
3.	Other available-for-sale securities and ownership interests (063A) - /096A/	24	0	0	0	0
4.	Loans to affiliated accounting entities (066A) - /096A/	25	0	0	0	0
5.	Loans within participating interest, except for affiliated accounting entities (066A) - /096A/	26	0	0	0	0
6.	Other loans (067A) - /096A/	27	0	0	0	0
7.	Debt securities and other non-current financial assets (065A, 069A, 06XA) - /096A/	28	0	0	0	0

DIČ: 2023060314

IČO: 45574979

Súvaha Úč POD 1-01

Designation a	ASSETS b	Line No. c	Current accounting period			Preceding accounting period
			1		2 Net	3 Net
			Gross - Part 1	Correction-Part 2		
8.	Loans and other non-current financial assets with remaining maturity of up to one year (066A, 067A, 069A, 06XA) - /096A/	29	0	0	0	0
9.	Bank accounts with notice period exceeding one year (22XA)	30	0	0	0	0
10.	Acquisition of non-current financial assets(043) - /096A/	31	0	0	0	0
11.	Advance payments made for non-current financial assets (053) - /095A/	32	0	0	0	0
B.	Current assets line 34 + line 41 + line 53 + line 66 + line 71	33	3 827 696	165 151	3 662 545	4 144 730
B.I.	Inventory - total (lines 35 to 40)	34	1 128 275	165 151	963 124	1 146 796
B.I.1.	Raw material (112, 119, 11X) - /191, 19X/	35	897 452	130 083	767 369	973 746
2.	Work in progress and semi-finished products (121, 122, 12X) - /192, 193, 19X/	36	76 255	19 031	57 223	15 373
3.	Finished goods (123) - /194/	37	122 221	12 948	109 273	128 886
4.	Animals (124) - /195/	38	0	0	0	0
5.	Merchandise (132, 133, 13X, 139) - /196, 19X/	39	32 347	3 089	29 259	28 791
6.	Advance payments made for inventory (314A) - /391A/	40	0	0	0	0
B.II.	Non-current receivables - total (line 42 + lines 46 to 52)	41	0	0	0	0
B.II.1.	Trade receivables - total (lines 43 to 45)	42	0	0	0	0
1.a.	Trade receivables from affiliated accounting entities (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	43	0	0	0	0
1.b.	Trade receivables within participating interest, except for receivables from affiliated accounting entities (311A, 312A, 313A, 314A, 315A,31XA) - /391A/	44	0	0	0	0
1.c.	Other trade receivables (311A, 312A, 313A, 314A, 315A,31XA) - /391A/	45	0	0	0	0
2.	Net value of contract (316A)	46	0	0	0	0
3.	Other receivables from affiliated accounting entities (351A) - /391A/	47	0	0	0	0
4.	Other receivables within participating interest, except for receivables from affiliated accounting entities (351A) - /391A/	48	0	0	0	0
5.	Receivables from participants, members, and association (354A, 355A, 358A, 35XA) - /391A/	49	0	0	0	0
6.	Receivables related to derivative transactions (373A, 376A)	50	0	0	0	0
7.	Other receivables (335A, 336A, 33XA, 371A, 374A, 375A, 378A) - /391A/	51	0	0	0	0
8.	Deferred tax asset (481A)	52	0	0	0	0

DIČ: 2023060314	IČO: 45574979	Súvaha Úč POD 1-01
-----------------	---------------	--------------------

Designation a	ASSETS b	Line No. c	Current accounting period			Preceding accounting period
			1		2	3
			Gross - Part 1	Correction-Part 2	Net	Net
B.III.	Current receivables - total (line 54 + lines 58 to 65)	53	2 100 345	0	2 100 345	2 594 794
B.III.1.	Trade receivables - total (lines 55 to 57)	54	1 781 465	0	1 781 465	2 414 516
1.a.	Trade receivables from affiliated accounting entities (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	55	1 438 815	0	1 438 815	741 348
1.b.	Trade receivables within participating interest, except for receivables from affiliated accounting entities (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	56	0	0	0	0
1.c.	Other trade receivables (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	57	342 650	0	342 650	1 673 168
2.	Net value of contract (316A)	58	0	0	0	0
3.	Other receivables from affiliated accounting entities (351A) - /391A/	59	0	0	0	0
4.	Other receivables within participating interest, except for receivables from affiliated accounting entities (351A) - /391A/	60	0	0	0	0
5.	Receivables from participants, members, and association (354A, 355A, 358A, 35XA, 398A) - /391A/	61	0	0	0	0
6.	Social security (336A) - /391A/	62	0	0	0	0
7.	Tax assets and subsidies (341, 342, 343, 345, 346, 347) - /391A/	63	293 397	0	293 397	128 193
8.	Receivables related to derivative transactions (373A, 376A)	64	0	0	0	0
9.	Other receivables (335A, 33XA, 371A, 374A, 375A, 378A) - /391A/	65	25 483	0	25 483	52 085
B.IV.	Current financial assets - total (lines 67 to 70)	66	0	0	0	0
B.IV.1.	Current financial assets in affiliated accounting entities (251A, 253A, 256A, 257A, 25XA) - /291A, 29XA/	67	0	0	0	0
2.	Current financial assets, not including current financial assets in affiliated accounting entities (251A, 253A, 256A, 257A, 25XA) - /291A, 29XA/	68	0	0	0	0
3.	Own shares and own ownership interests (252)	69	0	0	0	0
4.	Acquisition of current financial assets (259, 314A) - /291A/	70	0	0	0	0
B.V.	Financial accounts line 72 + line 73	71	599 076	0	599 076	403 141
B.V.1.	Cash (211, 213, 21X)	72	1 764	0	1 764	1 419
2.	Bank accounts (221A, 22X, +/- 261)	73	597 311	0	597 311	401 722
C.	Accruals/deferrals - total (lines 75 to 78)	74	2 488	0	2 488	2 734
C.1.	Prepaid expenses - long-term (381A, 382A)	75	0	0	0	0
2.	Prepaid expenses - short-term (381A, 382A)	76	2 488	0	2 488	2 734
3.	Accrued income - long-term (385A)	77	0	0	0	0
4.	Accrued income - short-term (385A)	78	0	0	0	0

DIČ: 2023060314	IČO: 45574979	Súvaha Úč POD 1-01
-----------------	---------------	--------------------

Designation a	LIABILITIES AND EQUITY b	Line No. c	Current accounting period 4	Preceding accounting period 5
	TOTAL EQUITY AND LIABILITIES line 80 + line 101 + line 141	79	4 887 402	5 252 883
A.	Equity line 81 + line 85 + line 86 + line 87 + line 90 + line 93 + line 97 + line 100	80	-19 029 911	-17 987 251
A.I.	Share capital - total (lines 82 to 84)	81	5 000	5 000
A.I.1.	Share capital (411 or +/- 491)	82	5 000	5 000
2.	Change in share capital +/- 419	83	0	0
3.	Unpaid share capital (/-/353)	84	0	0
A.II.	Share premium (412)	85	0	0
A.III.	Other capital funds (413)	86	0	0
A.IV.	Legal reserve funds line 88 + line 89	87	0	0
A.IV.1.	Legal reserve fund and non-distributable fund (417A, 418, 421A, 422)	88	0	0
2.	Reserve fund for own shares and own ownership interests (417A, 421A)	89	0	0
A.V.	Other funds created from profit line 91 + line 92	90	0	0
A.V.1.	Statutory funds (423, 42X)	91	0	0
2.	Other funds (427, 42X)	92	0	0
A.VI.	Differences from revaluation - total (lines 94 to 96)	93	0	0
A.VI.1.	Differences from revaluation of assets and liabilities (+/- 414)	94	0	0
2.	Investment revaluation reserves (+/- 415)	95	0	0
3.	Differences from revaluation in the event of a merger, amalgamation into a separate accounting entity or demerger (+/- 416)	96	0	0
A.VII.	Net profit/loss of previous years line 98 + line 99	97	-17 992 251	-16 999 920
A.VII.1.	Retained earnings from previous years (428)	98	0	0
2.	Accumulated losses from previous years (/-/429)	99	-17 992 251	-16 999 920
A.VIII.	Net profit/loss for the accounting period after tax +/- line 01 - (line 81 + line 85 + line 86 + line 87 + line 90 + line 93 + line 97 + line 101 + line 141)	100	-1 042 660	-992 331
B.	Liabilities line 102 + line 118 + line 121 + line 122 + line 136 + line 139 + line 140	101	23 917 313	23 240 134
B.I.	Non-current liabilities - total (line 103 + lines 107 to 117)	102	14 261	19 006 255

DIČ: 2023060314	IČO: 45574979	Súvaha Úč POD 1-01
-----------------	---------------	--------------------

Designation a	LIABILITIES AND EQUITY b	Line No. c	Current accounting period 4	Preceding accounting period 5
B.I.1.	Non-current trade liabilities - total (lines 104 to 106)	103	0	0
1.a.	Trade liabilities to affiliated accounting entities (321A, 475A, 476A)	104	0	0
1.b.	Trade liabilities within participating interest, except for liabilities to affiliated accounting entities (321A, 475A, 476A)	105	0	0
1.c.	Other trade liabilities (321A, 475A, 476A)	106	0	0
2.	Net value of contract (316A)	107	0	0
3.	Other liabilities to affiliated accounting entities (471A, 47XA)	108	0	19 000 000
4.	Other liabilities within participating interest, except for liabilities to affiliated accounting entities (471A, 47XA)	109	0	0
5.	Other non-current liabilities (479A, 47XA)	110	0	0
6.	Long-term advance payments received (475A)	111	0	0
7.	Long-term bills of exchange to be paid (478A)	112	0	0
8.	Bonds issued (473A/-/255A)	113	0	0
9.	Liabilities related to social fund (472)	114	14 261	6 255
10.	Other non-current liabilities (336A, 372A, 474A, 47XA)	115	0	0
11.	Non-current liabilities related to derivative transactions (373A, 377A)	116	0	0
12.	Deferred tax liability (481A)	117	0	0
B.II.	Long-term provisions line 119 + line 120	118	0	0
B.II.1.	Legal provisions (451A)	119	0	0
2.	Other provisions (459A, 45XA)	120	0	0
B.III.	Long-term bank loans (461A, 46XA)	121	0	0
B.IV.	Current liabilities - total (line 123 + lines 127 to 135)	122	23 351 664	3 439 618
B.IV.1.	Trade liabilities - total (lines 124 to 126)	123	3 133 476	3 196 509
1.a.	Trade liabilities to affiliated accounting entities (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	124	305 711	724 548
1.b.	Trade liabilities within participating interest, except for liabilities to affiliated accounting entities (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	125	0	0

DIČ: 2023060314

IČO: 45574979

Súvaha Úč POD 1-01

Designation a	LIABILITIES AND EQUITY b	Line No. c	Current accounting period 4	Preceding accounting period 5
1.c.	Other trade liabilities (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	126	2 827 765	2 471 962
2.	Net value of contract (316A)	127	0	0
3.	Other liabilities to affiliated accounting entities (361A, 36XA, 471A, 47XA)	128	0	0
4.	Other liabilities within participating interest, except for liabilities to affiliated accounting entities (361A, 36XA, 471A, 47XA)	129	0	0
5.	Liabilities to partners and association (364, 365, 366, 367, 368, 398A, 478A, 479A)	130	20 000 000	0
6.	Liabilities to employees (331, 333, 33X, 479A)	131	116 709	131 598
7.	Liabilities related to social security (336A)	132	74 719	84 054
8.	Tax liabilities and subsidies (341, 342, 343, 345, 346, 347, 34X)	133	19 846	23 768
9.	Liabilities related to derivative transactions (373A, 377A)	134	0	0
10.	Other liabilities (372A, 379A, 474A, 475A, 479A, 47XA)	135	6 914	3 688
B.V.	Short-term provisions line 137 + line 138	136	551 388	794 261
B.V.1.	Legal provisions (323A, 451A)	137	81 620	122 437
2.	Other provisions (323A, 32X, 459A, 45XA)	138	469 769	671 824
B.VI.	Current bank loans (221A, 231, 232, 23X, 461A, 46XA)	139	0	0
B.VII.	Short-term financial assistance (241, 249, 24X, 473A /-/255A)	140	0	0
C.	Accruals/deferrals - total (lines 142 to 145)	141	0	0
C.1.	Accrued expenses - long-term (383A)	142	0	0
2.	Accrued expenses - short-term (383A)	143	0	0
3.	Deferred income - long-term (384A)	144	0	0
4.	Deferred income - short-term (384A)	145	0	0

DIČ: 2023060314		IČO: 45574979		Výkaz ziskov a strát ÚČ POD 2-01	
Designation a	Text b	Line No. c	Actual data		
			Current accounting period	Preceding accounting period	
			1	2	
*	Net turnover (part of account class 6 according to the Act)	01	20 701 479	23 028 553	
**	Operating income - total (lines 03 to 09)	02	21 300 029	23 459 281	
I.	Revenue from the sale of merchandise (604, 607)	03	1 552 619	1 063 634	
II.	Revenue from the sale of own products (601)	04	18 908 860	21 964 669	
III.	Revenue from the sale of services (602, 606)	05	240 000	250	
IV.	Changes in internal inventory (+/-) (account group 61)	06	22 237	17 104	
V.	Own work capitalized (account group 62)	07	0	0	
VI.	Revenue from the sale of non-current intangible assets, property, plant and equipment, and raw materials (641, 642)	08	0	266	
VII.	Other operating income(644, 645, 646, 648, 655, 657)	09	576 312	413 358	
**	Operating expenses - total line 11 + line 12 + line 13 + line 14 + line 15 + line 20 + line 21 + line 24 + line 25 + line 26	10	21 399 250	23 571 928	
A.	Cost of merchandise sold (504, 507)	11	1 657 353	1 207 668	
B.	Consumed raw materials, energy consumption, and consumption of other non-inventory supplies (501, 502, 503)	12	12 656 188	14 727 462	
C.	Value adjustments to inventory (+/-) (505)	13	-7 753	63 481	
D.	Services (account group 51)	14	3 955 961	3 671 587	
E.	Personnel expenses - total (lines 16 to 19)	15	2 767 624	3 108 988	
E.1.	Wages and salaries (521, 522)	16	1 959 668	2 206 910	
2.	Remuneration of board members of company or cooperative (523)	17	0	0	
3.	Social security expenses (524, 525, 526)	18	665 982	756 819	
4.	Social expenses (527, 528)	19	141 974	145 259	
F.	Taxes and fees (account group 53)	20	8 261	6 209	
G.	Amortization and value adjustments to non-current intangible assets and depreciation and value adjustments to property, plant and equipment (line 22 + line 23)	21	268 849	291 378	
G.1.	Amortization of non-current intangible assets and depreciation of property, plant and equipment (551)	22	268 849	291 378	

DIČ: 2023060314		IČO: 45574979		Výkaz ziskov a strát Úč POD 2-01	
Designation a	Text b	Line No. c	Actual data		
			Current accounting period	Preceding accounting period	
			1	2	
2.	Value adjustments to non-current intangible assets and property, plant and equipment (+/-) (553)	23	0	0	
H.	Carrying value of non-current assets sold and raw materials sold (541, 542)	24	0	0	
I.	Value adjustments to receivables (+/-) (547)	25	0	0	
J.	Other operating expenses (543, 544, 545, 546, 548, 549, 555, 557)	26	92 766	495 157	
***	Profit/loss from operations (+/-) (line 02 - line 10)	27	-99 221	-112 646	
*	Added value (line 03 + line 04 + line 05 + line 06 + line 07) - (line 11 + line 12 + line 13 + line 14)	28	2 461 967	3 375 460	
**	Income from financial activities - total line 30 + line 31 + line 35 + line 39 + line 42 + line 43 + line 44	29	610	240	
VIII.	Revenue from the sale of securities and shares (661)	30	0	0	
IX.	Income from non-current financial assets (lines 32 to 34)	31	0	0	
IX.1.	Income from securities and ownership interests in affiliated accounting entities (665A)	32	0	0	
2.	Income from securities and ownership interests within participating interest, except for income of affiliated accounting entities (665A)	33	0	0	
3.	Other income from securities and ownership interests (665A)	34	0	0	
X.	Income from current financial assets - total (lines 36 to 38)	35	0	0	
X.1.	Income from current financial assets in affiliated accounting entities (666A)	36	0	0	
2.	Income from current financial assets within participating interest, except for income of affiliated accounting entities (666A)	37	0	0	
3.	Other income from current financial assets (666A)	38	0	0	
XI.	Interest income (line 40 + line 41)	39	0	0	
XI.1.	Interest income from affiliated accounting entities (662A)	40	0	0	
2.	Other interest income (662A)	41	0	0	
XII.	Exchange rate gains (663)	42	613	476	
XIII.	Gains on revaluation of securities and income from derivative transactions (664, 667)	43	0	0	
XIV.	Other income from financial activities (668)	44	-4	-236	
**	Expenses related to financial activities - total line 46 + line 47 + line 48 + line 49 + line 52 + line 53 + line 54	45	944 049	879 924	
K.	Securities and shares sold (561)	46	0	0	

DIČ: 2023060314		IČO: 45574979		Výkaz ziskov a strát Úč POD 2-01	
Designation a	Text b	Line No. c	Actual data		
			Current accounting period	Preceding accounting period	
			1	2	
L.	Expenses related to current financial assets (566)	47	0	0	
M.	Value adjustments to financial assets (+/-) (565)	48	0	0	
N.	Interest expense (line 50 + line 51)	49	935 077	860 700	
N.1.	Interest expenses related to affiliated accounting entities (562A)	50	935 077	860 700	
2.	Other interest expenses (562A)	51	0	0	
O.	Exchange rate losses (563)	52	1 490	3 946	
P.	Loss on revaluation of securities and expenses related to derivative transactions (564, 567)	53	0	0	
Q.	Other expenses related to financial activities (568, 569)	54	7 481	15 279	
***	Profit/loss from financial activities (+/-) (line 29 - line 45)	55	-943 439	-879 684	
****	Profit/loss for the accounting period before tax (+/-) (line 27 + line 55)	56	-1 042 660	-992 331	
R.	Income tax (line 58 + line 59)	57	0	0	
R.1.	Income tax - current (591, 595)	58	0	0	
2.	Income tax - deferred (+/-) (592)	59	0	0	
S.	Transfer of net profit/net loss shares to partners (+/- 596)	60	0	0	
****	Profit/loss for the accounting period after tax (+/-) (line 56 - line 57 - line 60)	61	-1 042 660	-992 331	

Notes to financial statements

Prepared at 31 March 2020

I. GENERAL

1. Name and seat

SMP Automotive Solutions Slovakia s.r.o.
Matúškovo 1586
925 01 Matúškovo

The company SMP Automotive Solutions Slovakia s.r.o. (formerly Peguform Slovakia s.r.o., hereafter the „Company“) was established by the Articles of association of 27 April 2010, which were prepared in accordance with § 24, 105-153 of the Slovak Commercial Code (Act No. 513/91 Coll., as amended), and incorporated in the Commercial Register on 4 June 2010. (Commercial Register of the District Court in Trnava, Section Sro, Insert No.: 25700/T).

Core business activities of the Company

- Manufacture of rubber and plastic products
- Purchase of goods for sale to final consumer (retail) or other operations-marketable (retail)
- Brokerage services and trading
- Manufacture of organic chemicals
- Manufacture of plastics in their primary forms
- Production of chemical fibers

2. Unlimited liability

The Company is not a shareholder with unlimited liability in other legal entities.

3. Date of approval of the financial statements for the previous accounting period

The General Meeting approved the Company's financial statements for the previous accounting period on 21 April 2020.

4. Legal reason for preparing the financial statements

The financial statements of the Company at 31 March 2020 have been prepared as ordinary financial statements in accordance with § 17 Sec. 6 of Act No. 431/2002 Coll. on Accounting as amended („Accounting Act“) for the accounting period from 1 April 2019 to 31 March 2020.

5. The consolidated group

The consolidated financial statements for the smallest group Samvardhana Motherson Automotive Systems Group B.V. of which the Company is part is prepared by Samvardhana Motherson B.V. with its seat at Hoogoorddreef 15, 1101 BA Amsterdam, Netherlands. A copy of the consolidated financial statements will be made available upon request at the seat of the above stated company.

The consolidated financial statements for the largest group Motherson Sumi Systems of which the Company is a subsidiary, is prepared by Motherson Sumi Systems Limited with its seat at C-14 A&B, Sector-1, Noida-201301, India. A copy of the consolidated financial statements will be made available upon request at the seat of the above stated company.

6. Number of staff

Item	31 March 2020	31 March 2019
Average number of staff	112	127
Number of staff at balance sheet date of which:	107	126
<i>Management</i>	20	21

7. Date of approval of the Company's auditor

On 21 April 2020, the General Meeting approved Ernst & Young Slovakia, spol. s r.o. as auditor of the Company's financial statements for the year ended 31 March 20.

8. The Company's bodies and shareholders

The Company's bodies

	31 March 2020	31 March 2019
Executives:	Andreas Heuser	Andreas Heuser

The Company's shareholders

The structure of the Company's shareholders at 31 March 20 and at 31 March 2019:

Shareholder	Share of the registered capital		Percentage of voting rights	Other share in equity items other than registered capital %
	Absolute	In %		
SMP Deutschland GmbH	5,000	100%	100%	0
Spolu	5,000	100%	100%	0

II. ACCOUNTING METHODS APPLIED

a) Basis of preparation

The Company's financial statements have been prepared in accordance with the Slovak Accounting Act and related accounting procedures, on a going concern basis as described in the sections below.

On 31 March 2020, the Company received a Comfort Letter from the parent company confirming the intention to provide sufficient financial support to the Company for the period of 12 months from the date of this Comfort Letter.

The Company's management therefore considers appropriate to prepare financial statements on a going concern basis.

The Company keeps its books on the accrual basis of accounting which means that all revenues and costs are recognized when generated or incurred (and not when cash is received or paid), and they are recorded in the books and reported in the financial statements of the periods to which they relate.

All monetary amounts in the financial statements are stated in whole euros, unless stated otherwise.

The Company consistently applied the accounting methods and the general accounting principles.

b) Non-current intangible and tangible assets

Acquired non-current assets are stated at cost, which includes the acquisition price and the related acquisition costs (such as customs duty, transport, assembly, and insurance).

The depreciation plan for non-current intangible assets has been prepared on the basis of their expected economic useful lives relating to the recovery of future economic benefits from these assets. Depreciation begins as of the first day of the month following the month in which the asset was first put into use. Non-current intangible assets with an acquisition cost (or their own cost) not exceeding EUR 2,400 are not recorded on the balance sheet and are expensed immediately when put into use.

The expected economic useful life, the depreciation method and the annual depreciation rate for non-current intangible assets are presented in the following table:

	Expected economic useful life in years	Depreciation method	Annual depreciation rate in %
Software	6	linear	16.66

The depreciation plan for non-current tangible assets has been prepared on the basis of their expected economic useful lives relating to the recovery of future economic benefits from these assets. Depreciation begins as of the first day of the month following the month in which the asset was first put into use. Non-current tangible assets with an acquisition cost (or their own cost) not exceeding EUR 1,700 are not recorded on the balance sheet and are expensed immediately when put into use. Except for the depreciation of tangible fixed assets of small packs, which are used in the transport of purchased parts to our production process. These are classified as Other Non-current tangible assets and depreciated under depreciation plan. Land is not depreciated.

The expected economic useful life, the depreciation method and the annual depreciation rate for non-current tangible assets are presented in the following table:

	Expected economic useful life in years	Depreciation method	Annual depreciation rate in %
Tools and instruments	4	linear	25
Pumps and compressors	6	linear	16.66
Computer network cabling	6	linear	16.66
Production machinery	6	linear	16.66
Furniture	6	linear	16.66
Air conditioning equipment	12	linear	8.33
Low-value non-current tangible assets	various	linear	100
Small packages valued at ≤ 1,700 EUR	6	linear	16.66

c) Inventories

Acquired inventories are stated at cost, which includes the acquisition price and the related acquisition costs (such as customs duty, transport, insurance and commission) less discounts. A discount granted to inventories already sold or used is accounted for as the reduction of costs of inventories sold or used. The Company used method A for the accounting treatment of inventories. For stock withdrawal, the FIFO-method is used.

Work in progress, semi-finished and finished goods are stated at production cost. This cost includes direct costs (direct material, direct wages and other direct costs) and the part of indirect costs closely related to the production of inventories internally (factory overhead expenses). Factory overhead expenses are included in the production cost, depending on the extent to which these inventories are finished.

d) Receivables

When initially recognized, receivables are stated at their nominal value. A valuation allowance is set up for bad and doubtful debts, for which a default risk exists.

If the remaining period to maturity of a receivable is longer than one year, a valuation allowance representing the difference between its nominal and present value is set up. The present value of a receivable is calculated as the sum of future discounted cash receipts.

e) Financial accounts

Financial accounts consist of cash, bank account balances, where the risk of changes in the value of these assets is negligibly low.

f) Prepaid expenses and accrued income

Prepaid expenses and accrued income are recognized at an amount reflecting the accrual principle (matching income and expense in the same accounting period).

g) Valuation allowances

Valuation allowances are recorded based on the accounting principle of prudence if it can be justifiably assumed that the value of an asset has been impaired when compared to its value in the books. A valuation allowance is recognized in the amount of a justified assumption for an impairment of an asset when compared to its value in the books.

h) Provisions

Provisions are liabilities representing the Company's present obligation resulting from past events, if it is probable that its settlement will reduce the Company's resources in the future. Provisions are liabilities of uncertain timing or amount, and are stated at the expected amount of the existing liability at the balance-sheet date.

The set-up of a provision is posted to the respective expense account or asset account to which the liability relates. The use of a provision is debited to the respective provision account, with a corresponding credit to the respective liability account. The release of an unnecessary provision, or a part thereof, is accounted for using an accounting entry inverse to the recognition of the set-up of the provision.

The provision for bonuses, rebates, discounts, and for returning the purchase price in the event of a complaint, is recorded as a reduction of income originally generated with a corresponding credit entry to the provision account.

The Company set up provisions for untaken holiday, discounts for customers, personal leasing and services.

i) Liabilities

When initially recognized, liabilities are stated at their nominal value. If reconciliation procedures reveal that the actual amount of liabilities differs from the amount stated in the books, these liabilities are stated in the books and financial statements at this actual amount.

j) Employee benefits

Wages, salaries, contributions to the Slovak state pension and social insurance plans, paid annual leave and paid sick leave, bonuses and other non-monetary benefits (such as medical care) are recognized in the accounting period when incurred.

k) Income tax due

Corporate income tax is expensed in the period when the tax liability arises. In the accompanying income statement, the tax expense is calculated on the basis of the profit/(loss) before taxes adjusted for tax-deductible and tax non-deductible items due to permanent and temporary adjustments to the tax base and any tax losses carried forward. The tax liability is stated net of corporate income tax advances that the Company paid during the year. If corporate income tax advances paid during the year exceed the tax liability for the period, the Company records an income tax receivable.

l) Deferred income tax

Deferred income tax arises from:

- a) temporary differences between the carrying amount of assets and liabilities presented in the balance sheet and their tax base;
- b) the possibility to carry forward a tax loss to future periods, i.e. the possibility to deduct the tax loss from the tax base in the future; and
- c) the possibility to transfer unused tax deductions and other tax claims to future periods.

Deferred tax assets are recognized to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized.

To determine deferred income tax, tax rates expected to apply at the date on which the deferred tax is settled are used.

m) Deferred revenues and accrued expenses

Deferred revenues and accrued expenses are stated at their nominal value and are stated at an amount reflecting the accrual principle (matching income and expenses in the same accounting period).

n) Operating lease (Entity is the lessee)

The lease costs of assets under operating lease contracts are expensed as incurred over the period of the lease.

o) Foreign currency

Assets and liabilities in foreign currency (with the exception of prepayments received and granted) are converted to euros using the reference exchange rate set and published by the European Central Bank or the National Bank of Slovakia on the day preceding the day of the accounting event, or on the balance-sheet date. The resulting foreign exchange differences are recorded to the income statement.

p) Revenue recognition

Revenues from the sale of goods are recognized upon transferring risks and rewards of ownership of the goods, usually when the goods are delivered. If the Company agrees to transport goods to a specific location, revenue is recognized when the goods are passed to the customer at the destination point.

Revenues from the sale of services are recognized in the accounting period in which the services are rendered, taking into account the extent to which the given transaction is completed. This extent is assessed based on the actual services provided as a proportion of the total services agreed.

Sales revenues are stated net of VAT, discounts and deductions (such as rebates, bonuses and credit notes). Interest income is recognized straight line over the accounting periods using the accrual basis. Dividend income is recognized when the right of the Company to receive the payment is established.

The Company's revenues primarily include revenues from the sale of own products – plastic moldings, for automotive manufacturers and companies in the group; sale of goods and re invoicing of services.

q) Correction of prior period errors

If the Company identifies a significant error in the current period relating to previous accounting periods, it posts the relevant adjustments to accumulated retained earnings and accumulated loss carried forward, i.e. without affecting the profit or loss of the current year. Adjustments of insignificant errors from prior periods are posted to the relevant cost or revenue account in the current period.

In the financial year ended on 31 March 2020, the Company did not account for the correction of prior period errors.

III. INFORMATION TO SUPPORT BALANCE SHEET ITEMS

ASSETS

1. Non-current assets

An overview of changes in non-current intangible assets for the current and prior periods is presented in the table below:

[illegible]

2. Non-current tangible assets

An overview of changes in non-current tangible assets for current period is presented in the table below:

Non-current tangible assets	Land	Buildings	Individual movable assets and sets of movable items	Perennial crops	Breeding & draught animals	Other non-current tangible assets	Assets under construction	Advances paid for non-current tangible assets	Total
Acquisition cost									
1 April 2019	0	146,930	4,207,517	0	0	516,360	148,236	0	5,019,042
Additions	0	0	366,081	0	0	0	19,719	0	385,800
Disposals	0	0	28,671	0	0	0	0	0	28,671
Transfers	0	0	148,236	0	0	0	-148,236	0	0
31 March 2020	0	146,930	4,693,163	0	0	516,360	19,719	0	5,376,171
Accumulated depreciation									
1 April 2019	0	37,020	3,458,960	0	0	423,736	0	0	3,919,716
Additions	0	7,347	204,814	0	0	54,766	0	0	266,926
Disposals	0	0	28,671	0	0	0	0	0	28,671
Transfers	0	0	0	0	0	0	0	0	0
31 March 2020	0	44,367	3,635,102	0	0	478,501	0	0	4,157,970
Valuation allowances									
1 April 2019	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0
31 March 2020	0	0	0	0	0	0	0	0	0
Net book value									
1 April 2019	0	109,909	748,557	0	0	92,624	148,236	0	1,099,326
31 March 2020	0	102,563	1,058,061	0	0	37,858	19,719	0	1,218,201

Prior period information is presented in the following table:

Non-current tangible assets	Land	Buildings	Individual movable assets and sets of movable items	Perennial crops	Breeding & draught animals	Other non-current tangible assets	Assets under construction	Advances paid for non-current tangible assets	Total
Acquisition cost									
1 April 2018	0	146,930	3,918,702	0	0	493,070	23,290	0	4,581,991
Additions	0	0	0	0	0	0	437,051	0	437,051
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	0	288,815	0	0	23,290	-312,105	0	0
31 March 2019	0	146,930	4,207,517	0	0	516,360	148,236	0	5,019,042
Accumulated depreciation									
1 April 2018	0	29,674	3,259,995	0	0	342,519	0	0	3,632,188
Additions	0	7,347	198,965	0	0	81,216	0	0	287,528
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0
31 March 2019	0	37,020	3,458,960	0	0	423,736	0	0	3,919,716
Valuation allowances									
1 April 2018	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0
31 March 2019	0	0	0	0	0	0	0	0	0
Net book value									
1 April 2018	0	117,256	658,707	0	0	150,550	23,290	0	949,803
31 March 2019	0	109,909	748,557	0	0	92,624	148,236	0	1,099,326

The Company's non-current tangible assets are not pledged in favour of third parties and are fully available for the Company's use.

The Company's non-current assets are insured by the parent company against damages caused by theft and natural disaster in the full amount - insurance coverage provided by the insurance contract signed by the parent company.

As a result of continuing operating losses, the Company carried out impairment assessment as at 31 March 2020. On 31 March 2020, the Company received confirmation from SMP Deutschland GmbH that this entity is prepared to purchase all fixed assets from SMP Automotive Solutions Slovakia s.r.o., for at least their carrying value. Given the above confirmation, no impairment for non-current assets has been set up as at March 31, 2020.

3. Inventories

Movements in the valuation allowance for inventories during the current accounting period is presented in the table below:

Inventories	1 April 2019	Set-up of VA	Release of VA due to extinction of title	Release of VA due to de-recognition of assets	31 March 2020
Material	140,135	130,083	0	140,135	130,083
Finished goods	17,185	31,979	0	17,185	31,979
Merchandise	790	3,089	0	790	3,089
Total inventories	158,110	165,151	0	158,110	165,151

A valuation allowance was set up to reflect a decrease in the net realisable value of inventories. The net realisable value of inventories was impaired mainly as a result of inventory impairment and reduced cost of material compared to its present book value.

Prior period information is presented in the table below:

Inventories	1 April 2018	Set-up of VA	Release of VA due to extinction of title	Release of VA due to de-recognition of assets	31 March 2019
Material	76,541	140,135	0	76,541	140,135
Finished goods	15,537	17,185	0	15,537	17,185
Merchandise	903	790	0	903	790
Total inventories	92,981	158,110	0	92,981	158,110

The Company's inventories are not pledged in favour of third parties and are fully available for the Company's use.

As at 31 March 2020, inventories amounting to EUR 63,364 (at 31 March 2019 amounting to EUR 122,787) are held as consignment stock in Győr, Hungary and in Ingolstadt, Germany.

4. Receivables

The Company did not create a valuation allowance for receivables as at 31 March 2020 and 31 March 2019.

The ageing structure of receivables of the Company at 31 March 20 is presented in the following table:

Item	Within due period	Overdue	Total receivables
Trade receivables of which:	1,576,769	204,696	1,781,465
Trade receivables from affiliated undertakings	1,391,662	47,153	1,438,815
Other trade receivables	185,107	157,543	342,650
Other non-current receivables, of which:	318,880	0	318,880
Tax assets and subsidies	293,397	0	293,397
Other receivables	25,483		25,483
Current receivables total	1,895,649	204,696	2,100,345

Prior period information is presented in the following table:

Item	Within due period	Overdue	Total receivables
Trade receivables of which:	1,991,669	422,847	2,414,516
Trade receivables from affiliated undertakings	689,028	52,320	741,348
Other trade receivables	1,302,641	370,527	1,673,168
Other non-current receivables, of which:	180,278	0	180,278
Tax assets and subsidies	128,193	0	128,193
Other receivables	52,085		52,085
Current receivables total	2,171,947	422,847	2,594,794

The Company's receivables are not pledged in favour of third parties and are fully available for the Company's use.

5. Deferred tax asset

Information about deferred tax asset calculation and other additional information relating to deferred tax asset is presented in the Notes, , Part IV section 7 on page 17.

6. Financial accounts

Financial accounts are available for the Company's use in full amount.
Information about the structure of current financial assets:

Current financial assets	31 March 2020	31 March 2019
Cash and cash equivalents	1,764	1,419
Current bank accounts	597,311	401,722
Total	599,076	403,141

7. Prepaid expenses and accrued income

The structure of prepaid expenses and accrued income is presented in the following table:

Item	31 March 2020	31 March 2019
Deferred expenses - long-term:	0	0
Deferred expenses - short-term of which:	2,488	2,734
Insurance	2,488	2,734
Accrued income - long-term:	0	0
Accrued income - short-term:	0	0
Total	2,488	2,734

EQUITY AND LIABILITIES

1. Equity

Movements in equity and other additional information about equity is shown in the Notes, Part IX on page 20.

2. Social fund

The set up and use of the social fund during the accounting period are shown in the following table:

Item	2020	2019
Opening balance	6,255	2,880
Appropriations charged to costs	10,332	11,796
Total social fund set-up	10,332	11,796
Use	2,326	8,422
Closing balance	14,261	6,255

3. Liabilities

Structure of liabilities by remaining time to maturity at 31 March 20:

Item	More than five years	Liabilities From one to five years	Due within one year	Overdue liabilities	Total liabilities
Non-current liabilities	0	0	0	0	0
Other liabilities, of which:	0	14,261	0	0	14,261
Liabilities to affiliated undertakings	0	0	0	0	0
Social fund payables	0	14,261	0	0	14,261
Non-current liabilities - total	0	14,261	0	0	14,261
Current trade liabilities of which:	0	0	1,848,464	1,285,012	3,133,476
Trade liabilities to affiliated undertakings	0	0	271,294	34,418	305,711
Other trade liabilities	0	0	1,577,171	1,250,594	2,827,765
Other current liabilities of which:	0	0	20,218,188	0	20,218,188
Liabilities to partners and the association	0	0	20,000,000	0	20,000,000
Liabilities to employees	0	0	116,709	0	116,709
Liabilities from social insurance	0	0	74,719	0	74,719
Tax liabilities and subsidies	0	0	19,846	0	19,846
Other liabilities	0	0	6,914	0	6,914
Current liabilities - total	0	0	22,066,652	1,285,012	23,351,664

Prior period information is presented in the following table:

Item	More than five years	Liabilities From one to five years	Due within one year	Overdue liabilities	Total liabilities
Non-current liabilities	0	0	0	0	0
Other liabilities, of which:	0	19,006,255	0	0	19,006,255
Liabilities to affiliated undertakings	0	19,000,000	0	0	19,000,000
Social fund payables	0	6,255	0	0	6,255
Non-current liabilities - total	0	19,006,255	0	0	19,006,255
Current trade liabilities of which:	0	0	2,179,535	1,016,975	3,196,509
Trade liabilities to affiliated undertakings	0	0	443,772	280,775	724,548
Other trade liabilities	0	0	1,735,762	736,199	2,471,962
Other current liabilities of which:	0	0	243,109	0	243,109
Liabilities to partners and the association	0	0	0	0	0
Liabilities to employees	0	0	131,598	0	131,598
Liabilities from social insurance	0	0	84,054	0	84,054
Tax liabilities and subsidies	0	0	23,768	0	23,768
Other liabilities	0	0	3,688	0	3,688
Current liabilities - total	0	0	2,422,643	1,016,975	3,439,618

4. Provisions

An overview of changes in provisions for the year ended 31 March 2020 is shown in the following table:

Item	1 April 2019	Set-up	Use	Release	31 March 2020
Long-term provisions:	0	0	0	0	0
Short-term provisions of which:	794,261	480,424	446,597	276,700	551,388
<i>Legal short-term provisions of which:</i>	<i>122,437</i>	<i>65,278</i>	<i>104,820</i>	<i>1,275</i>	<i>81,620</i>
Accrual for untaken holiday	122,437	65,278	104,820	1,275	81,620
<i>Other short-term provisions of which:</i>	<i>671,824</i>	<i>415,146</i>	<i>341,776</i>	<i>275,425</i>	<i>469,769</i>
Provision for warranty repairs	340,926	69,880	43,295	243,009	124,503
Provision for tax / legal advice	5,400	12,000	5,090	310	12,000
Audit accrual	25,300	3,800	24,050	1,250	3,800
Customer rebates (lifetimes)	0				0
Personal leasing accrual	70,987	57,346	70,987	0	57,346
Other provisions	229,211	272,120	198,354	30,856	272,120
Total provisions	794,261	480,424	446,597	276,700	551,388

The expected usage of sort-term provisions is assumed in next accounting period ending at 31 March 2021.

Information for the prior accounting period is shown in the following table:

Item	1 April 2018	Set-up	Use	Release	31 March 2019
Long-term provisions:	0	0	0	0	0
Short-term provisions of which:	1,574,930	594,407	621,645	753,431	794,261
<i>Legal short-term provisions of which:</i>	<i>98,216</i>	<i>122,437</i>	<i>98,216</i>	<i>0</i>	<i>122,437</i>
Accrual for untaken holiday	98,216	122,437	98,216	0	122,437
<i>Other short-term provisions of which:</i>	<i>1,476,714</i>	<i>471,970</i>	<i>523,429</i>	<i>753,431</i>	<i>671,824</i>
Provision for warranty repairs	401,551	119,473	51,622	128,476	340,926
Provision for tax / legal advice	32,700	5,400	5,100	27,600	5,400
Audit accrual	23,216	25,300	23,216	0	25,300
Customer rebates (lifetimes)	597,355			597,355	0
Personal leasing accrual	71,211	70,987	71,211	0	70,987
Other provisions	350,681	250,810	372,280	0	229,211
Total provisions	1,574,930	594,407	621,645	753,431	794,261

5. Loans received

An overview of loans received is presented in the following table:

Item	Currency	Annual interest rate in %	Maturity date	Principal in currency 31 March 2020	Principal in currency 31 March 2019	Principal in EUR 31 March 2020	Principal in EUR 31 March 2019
Long-term loans of which:						0	19,000,000
SMP Deutschland, GmbH	EUR	4.75%	30.06.2020		19,000,000	0	19,000,000
Short-term loans of which:						0	0
SMP Deutschland GmbH	EUR	4.75%	30.06.2020	20 000 000		20 000 000	0
Total						20,000,000	19,000,000

IV. INFORMATION SUPPORTING THE INCOME STATEMENT ITEMS

1. Net turnover

Information about the structure of net turnover of the Company is presented in the table below:

Item	2020	2019
Sale of own work and goods of which:		
Sale of own products	18,908,860	21,964,669
Sale of services	240,000	250
Sale of goods	1,552,619	1,063,634
Total net turnover	20,701,479	23,028,553

REVENUES

2. Revenues from the sale of own work and goods

Revenues from the sale of own work and goods by segments, ie. by type of good, product, service, other activities and by geographic territories are presented in the following table:

Country	<i>Products</i>		<i>Goods</i>		<i>Services</i>		<i>Total</i>	
	Year ended 31 March 2020	Year ended 31 March 2019	Year ended 31 March 2020	Year ended 31 March 2019	Year ended 31 March 2020	Year ended 31 March 2019	Year ended 31 March 2020	Year ended 31 March 2019
Slovakia	615,552	506,441	967,787	1,063,634	0	0	1,583,339	1,570,075
Germany	16,818,103	7,242,615	584,832	0	240,000	250	17,642,935	7,242,865
Hungary	1,469,601	14,207,254	0	0	0	0	1,469,601	14,207,254
Czech Republic	5,604	8,359	0	0	0	0	5,604	8,359
Total	18,908,860	21,964,669	1,552,619	1,063,634	240,000	250	20,701,479	23,028,553

3. Changes in work in progress

Changes in work in progress shown in the income statement represent an increase of EUR 22,237. Based on balance sheet items the increase amounts to EUR 22,237 as stated in the table below:

				Change	
	31 March 2020	31 March 2019	1 April 2018	Year ended 31 March 2020	Year ended 31 March 2019
Work in progress and semi-finished products	57,223	15,373	38,439	41,850	-23,066
Finished goods	109,273	128,886	88,715	-19,613	40,170
Total	166,496	144,259	127,155	22,237	17,104
Other				0	0
Change in the income statement				22,237	17,104

4. Other income from operating activities

Information about income from the capitalisation of costs and income from operating and financing activities is presented in the table below:

Item	2020	2019
Other material items of other operating income of which:	576,312	413,624
Sale of material	0	266
Revenues from sale of tangible and intangible assets	0	0
Other revenues – recharges of expenses	141,711	229,651
Recharges for work on projects	243,265	59,167
Other – compensation from claims	119,111	113,775
Sale of PVC foil	12,274	8,432
Receivables written off	58,576	0
Other	1,376	2,333
Financial income of which:	610	240
<i>Foreign exchange gains of which:</i>	613	476
Foreign exchange gains at balance sheet date	0	0
<i>Other material financial income of which:</i>	-4	-236
Petty cash settlements	-4	-236

EXPENSES

5. Costs of operating and financial activities

An overview of costs of operating and financial activities, except for personnel costs is presented in the table below:

Item	2020	2019
Costs of services received of which:	3,955,961	3,671,587
<i>From an Auditor or audit firm of which:</i>	15,750	36,364
Audit of the financial statements	15,750	36,364
<i>Other material items of costs of services received of which:</i>	3,940,211	3,619,181
Phone costs	14,647	16,042
Transport	634,420	332,892
Rental fees, Operating leases (building, machinery)	739,831	734,390
Legal, Tax advisory	64,979	33,474
External costs – prototype testing	0	0
Personnel leasing	747,024	825,578
Supporting services	994,834	1,069,164
Personnel services	9,600	3,720
Services of Modulcenter	510,633	282,428
Repair and maintenance	101,874	98,785
Travel costs	32,738	40,209
Representation expenses	7,983	9,521
Other	81,546	160,586
Other material items of income from operations of which:	92,766	495,157
Net book value of non-current tangible and intangible assets sold	0	0
Receivables written off	33,171	-8,908
Contractual fines and penalties	504	314
Other fines and penalties	114	6
Other operating expenses	58,977	503,745
Financing costs of which:	944,049	879,924
<i>Foreign exchange losses of which:</i>	1,490	3,946
Foreign exchange losses at balance sheet date	0	0
<i>Other material items of financial expenses of which:</i>	942,558	875,979
Interest expense	935,077	860,700
Banking fees	7,481	15,279

6. Personnel costs

An overview of personnel costs is presented in the following table:

Item	2020	2019
Personnel costs of which:	2,767,624	3,108,988
Salaries	1,959,668	2,206,910
Social insurance	471,679	542,827
Health insurance	194,303	213,992
Social security	141,974	145,259

7. Taxes

Information about temporary differences and the calculation of deferred tax:

Item	31 March 2019	Recognised in equity	Recorded as expense of income	31 March 2020
Non-current assets	2,807,332	0	-254,157	2,553,175
Inventories	158,110	0	7,041	165,151
Provisions	671,824	0	-202,055	469,769
Tax loss carried forward	68,155	0	10,322	78,477
Other	134,875	0	-48,395	86,480
Total	3,840,296	0	-487,244	3,353,052
Tax rate (in %)	21%	21%	21%	21%
Deferred tax asset calculated	806,462	0	-102,321	704,141
Deferred tax asset recognized	0	0	0	0

Additional information on deferred tax:

Item	31 March 2020	31 March 2019
Deferred tax asset relating to tax loss carried forward, unused tax deductions and other claims, including temporary differences from preceding accounting periods to which deferred tax asset was not recognised in prior periods	16,480	14,313
Deferred tax liability due to not recognising part of deferred tax asset in the current accounting period that had been recognised in preceding accounting periods	0	0
Unclaimed tax losses, unused tax deductions and other claims and deductible temporary differences for which a deferred tax asset was not recognised	78,477	68,155
Deferred income tax relating to items recognised directly in equity without recognising it in income and expense	0	0

Reconciliation of income tax due and deferred tax, and profit/loss before tax is presented in the following table:

Item	Year ended 31 March 2020			Year ended 31 March 2019		
	Tax base	Tax	Tax in %	Tax base	Tax	Tax in %
Profit/(loss) before taxes						
of which:	-1,042,660			-992,331		
Expected tax		-218,959	21%		-208,389	21%
Tax non-deductible expenses	1,512,865	317,702		1,337,033	280,777	
Non-taxable income	0	0		0	0	
Impact of unrecognised deferred tax asset and tax losses carried forward	-497,566	-104,489		-412,858	-86,700	
Other	0	0		0	0	
Total		-5,746	21%		-14,313	21%
Current income tax		0	0%		0	0%
Deferred income tax		0			0	
Total income tax		0	0%		0	0%

V. OTHER ASSETS AND OTHER LIABILITIES

1. Contingent liabilities

Many areas of Slovak tax law (such as transfer-pricing regulations) have not been sufficiently tested in practice, so there is some uncertainty as to how the tax authorities would apply them. The extent of this uncertainty cannot be quantified. The uncertainty will be reduced only if legal precedents or official interpretations are available. The Company's management is not aware of any circumstances that may give rise to a future material expense in this respect

2. Off-balance sheet accounts

The Company records following tangible assets on off-balance sheet accounts - company cars rented from company VOLKSWAGEN Finančné služby Slovensko s.r.o., with its seat Vajnorská 98, 831 04 Bratislava.

List of rental contracts:

Contract number	Type of contract	Type of vehicle	Validity of contract	Monthly payment (in EUR)
918 957	Operative Lease	Seat Alhambra	112016 – 092019	884
945 945	Operative Lease	Skoda Superb Combi	032017 – 022020	730
950 240	Operative Lease	Skoda Superb Combi	072017 – 062020	999
1000065	Operative Lease	Skoda Octavia	072018 – 062021	730
1006237	Operative Lease	Skoda Fabia Combi	082018 – 072021	324
1010848	Operative Lease	Skoda Octavia Combi	102018 – 092021	747
1015871	Operative Lease	Skoda Octavia Combi	112018 - 102021	626

In addition, the Company rents production halls and office premises from the company JASPLASTIK-SK spol. s r.o. and SKH plastic, spol. s r.o. The rental contract is valid until 31 December 2020. The annual rental costs of premises for the period 1 April 2019 to 31 March 2020 amounting to EUR 601,346 (from 1 April 2018 to 31 March 2019 amounting to EUR 589,673).

VI. POST BALANCE SHEET EVENTS

After 31 March 2020 until the balance sheet date no other events occurred that would require recognition or disclosure in the financial statements for the year ended 31 March 2020.

The company was affected by pandemics of COVID-19 in months of April and May 2020. The production was impacted by decreased volumes, which is expected to reach 10% from annual volume. The company has implemented saving programs, which will reduce the negative impact of COVID-19 on financials.

VII. RELATED PARTY TRANSACTIONS

1. Transactions between the Company and its related parties

Transaction	Related party	Year ended 31 March 2020	Year ended 31 March 2019
Purchase of products	Parent company	3,570,951	2,619,180
	Other related parties	250,335	476,283
Sale of products	Parent company	6,173,275	4,978,232
	Other related parties	615,552	506,441
Other sales	Parent company	879,063	317,496
	Other related parties	100,396	57,466
Interest expense	Parent company	935,077	860,700
Purchase of services	Parent company	678,479	688,342
	Other related parties	403,856	142,631

	Related party	As at 31 March 2020	As at 31 March 2019
Trade liabilities	Parent company	240,830	663,669
	Other related parties	64,881	60,878
Trade receivables	Parent company	1,312,462	622,607
	Other related parties	126,353	118,740
Loans received	Parent company	20,000,000	19,000,000

2. Income and benefits of members of the statutory, supervisory and other bodies of the Company

Members do not receive any income arising from their membership in the statutory, supervisory and other bodies.

VIII. OTHER INFORMATION

The Company was not granted an exclusive right or a special right to provide services of public interest. The provisions of § 23d paragraph 6 of the Accounting Act do not apply to the Company.

IX. OVERVIEW OF MOVEMENTS IN EQUITY

1. Equity

An overview of movements in equity during the current accounting period is presented in the following tables:

Item	1 April 2019	Additions	Disposals	Transfers	31 March 2020
Share capital	5,000	0	0	0	5,000
Loss carried forward	-16,999,920	0	0	-992,331	-17,992,251
Profit/loss for current accounting period	-992,331	-1,042,660	0	992,331	-1,042,660
Total equity	-17,987,251	-1,042,660	0	0	-19,029,911

Item	1 April 2018	Additions	Disposals	Transfers	31 March 2019
Share capital	5,000	0	0	0	5,000
Loss carried forward	-16,469,158	0	0	-530,762	-16,999,920
Profit/loss for current accounting period	-530,762	-992,331	0	530,762	-992,331
Total equity	-16,994,920	-992,331	0	0	-17,987,251

The value of paid-up capital is 5,000 EUR.

2. Settlement of loss for the preceding year ended 31 March 2019

Accounting loss for the year ended 31 March 2019 amounting to EUR 992,331 was settled as follows:

Item	Year ended 31 March 2019
Appropriation to legal reserve fund	0
Appropriation to statutory and other reserves	0
Appropriation to social fund	0
Contribution to share capital	0
Settlement of the loss carried forward	-992,331
Transfer to retained earnings	0
Profit distribution to shareholders/members	0
Other	0
Total	-992,331

3. Settlement of loss for the current year ended 31 March 2020

At the balance sheet date, the statutory body of the Company had not presented a proposal for settlement of loss related to year ended 31 March 2020.

X. CASH FLOWS STATEMENT

The following expressions have the following meanings as regards information in the cash flow statement:

- Cash: cash, cash equivalents, cash in bank or branches of foreign banks, bank overdrafts and cash in transit relating to a transfer between a current account and cash on hand or between two current accounts,
- Cash equivalents: cash equivalents, financial assets exchangeable for a fixed amount of cash where, at the balance sheet date, there is no risk of a significant change in value in the next three months, i.e. term bank deposits with a notice period not exceeding three months, liquid securities designated for trading, priority shares acquired by the accounting entity and payable within three months of the balance sheet date.

The Company applied the indirect method when creating the cash flow statement:

Item	2020	2019
Net result before tax	-1,042,660	-992,331
<i>Adjustments for non-cash transactions:</i>		
Depreciation of non-current assets	268,849	291,378
Receivables write-off	33,171	-8,908
Change in provision for inventories	7,041	65,129
Change in provisions	-242,873	-780,669
Net Interest expense	935,077	860,700
Loss / (gain) from the sale of non-current assets	0	0
Profit from operating activities before changes in working capital	-41,395	-564,701
<i>Changes in working capital:</i>		
Decrease (increase) of trade and other receivables and prepayments	461,524	-955,968
Decrease (increase) of inventories	176,630	-140,537
(Decrease) increase of payables and accruals	-79,948	472,472
Operating cash flows	516,812	-1,188,734
Cash flows from operating activities		
Operating cash flows	516,812	-1,188,734
Interest paid	-935,077	-860,700
Corporate income tax paid	0	-2,880
Net cash from operating activities	-418,265	-2,052,314
Cash flows from investing activities		
Purchase of non-current assets	-385,800	-437,051
Receipts from the sale of non-current assets	0	0
Net cash from investing activities	-385,800	-437,051
Cash flows from financing activities		
Receipts of borrowings from Group companies	3,500,000	2,500,000
Repayments of borrowings from Group companies	-2,500,000	0
Net cash from financing activities	1,000,000	2,500,000
Foreign exchange differences of cash and cash equivalents	0	0
Increase (decrease) of cash and cash equivalents	195,935	10,635
Cash and cash equivalents at the beginning of the accounting period	403,141	392,506
Cash and cash equivalents at the end of the accounting period	599,076	403,141