

SMRC Automotive Holdings B.V.
Financial Statements
2019-20

SMRC Automotive Holdings B.V.
Statement of profit and loss

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

	Notes	For the year ended March 31, 2020 (12 months)	For the year ended March 31, 2019 (8 months)
Revenue			
Revenue from contract with customers	23	-	-
Other operating revenue	24	601	63 823
Total revenue from operations		601	63 823
Other income	25	6	-
Total income		607	63 823
Expenses			
Cost of materials consumed	26	-	-
Change in inventories of finished goods, work-in-progress and stock in trade	27	-	-
Employee benefit expense	28	-	-
Depreciation and amortisation expense		-	-
Finance costs	29	(365)	(266)
Other expenses	30	34	5
Total expenses		(331)	(261)
Profit before tax		938	64 084
Tax expenses			
Current tax	31	84	55
Deferred tax expense/ (credit)	31	-	-
Total tax expense		84	55
Profit for the year		854	64 029
Other comprehensive income			
Items to be reclassified to profit or loss			
Deferred gain / (losses) on cash flow hedges (net of tax)		-	-
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year, net of tax		854	64 029

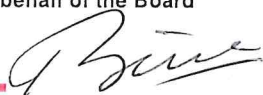
Summary of significant accounting policies

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





SMRC Automotive Holdings B.V.
Balance sheet

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

	Notes	As At March 31, 2020	As At March 31, 2019
ASSETS			
Non-current assets			
Property, plant and equipment	3	-	-
Capital work-in-progress		-	-
Investment property	5	-	-
Goodwill	4	-	-
Other intangible assets	4	-	-
Intangible assets under development		-	-
Financial assets			
i. Investments	6	504	504
ii. Loans	7	9 056	9 259
iii. Trade receivables	10	-	-
iv. Other financial assets	12	-	-
Deferred tax assets (net)	8	-	-
Non-current tax assets (net)		28	1
Total non-current assets		9 588	9 765
Current assets			
Inventories	9	-	-
Financial assets			
i. Investments	6	-	-
ii. Trade receivables	10	26	-
iii. Cash and cash equivalents	11	138	753
iv. Bank balances other than (iii) above		-	-
v. Loans	7	2 336	18 257
vi. Other financial assets	12	-	-
Other current assets	13	-	2 743
Total current assets		2 500	21 753
Total assets		12 088	31 517
EQUITY AND LIABILITIES			
Equity			
Equity share capital	14	0	0
Share application money pending for allotments		4 054	4 054
Other equity			
Reserves and surplus	15	7 208	9 213
Other reserves	16	-	-
Total equity		11 262	13 267
Liabilities			
Non-current liabilities			
Financial Liabilities			
i. Borrowings	17	-	-
ii. Other financial liabilities	19	-	-
Provisions	20	-	-
Employee benefit obligations	21	-	-
Deferred tax liabilities (net)	8	-	-
Other non-current liabilities	22	-	-
Total non-current liabilities		-	-
Current liabilities			
Financial Liabilities			
i. Borrowings	17	13	16 839
ii. Trade payables	18	20	5
iii. Other financial liabilities	19	-	213
Provisions	20	-	-
Employee benefit obligations	21	-	-
Other current liabilities	22	644	1 130
Non-Current tax liabilities (net)		149	64
Total current liabilities		826	18 251
Total liabilities		826	18 251
Total equity and liabilities		12 088	31 517

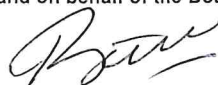
Summary of significant accounting policies

2

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

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

For and on behalf of the Board





SMRC Automotive Holdings B.V.
Statement of changes in equity

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

A. Share application money pending allotment

As at April 01, 2018
As at March 31, 2019
Less: Amount refunded to share holder of the company
As at March 31, 2020

Notes Amount

B. Other equity	Notes	Reserves and Surplus	Items of OCI	Total attributable to Owners
		Retained Earnings	Cash flow hedging reserve	
Balance as at April 01, 2018		-	-	-
Profit for the year		64 029	-	64 029
Other comprehensive income		-	-	-
Total comprehensive income for the year		64 029	-	64 029
Balance at March 31, 2019		64 029	-	64 029
Profit for the year		854	-	854
Other comprehensive income		-	-	-
Total comprehensive income for the year		854	-	854
Balance at March 31, 2020		64 883	-	64 883

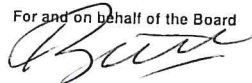
Summary of significant accounting policies

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




SMRC Automotive Holdings B.V.
Consolidated Cash Flow Statement

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

	For the year ended March 31, 2020 (12 months)	For the year ended March 31, 2019 (8 months)
A. Cash flow from operating activities:		
Profit before tax	938	64 084
Adjustments for:		
Depreciation and amortisation expense	-	-
Finance cost	(365)	(266)
Provision for warranty	-	-
Provision for doubtful debt / advances	-	-
Income on reversal of provision	-	-
Unrealised foreign currency loss/(gain)	6	-
Operating profit before working capital changes	579	63 818
Changes in working capital:		
Increase/(decrease) in trade and other payables	(471)	(60)
Increase/(decrease) in other financial liabilities	(17 039)	17 038
(Increase)/decrease in trade receivables	(26)	-
(Increase)/decrease in inventories	-	-
(Increase)/decrease in other receivables	(121)	118
(Increase)/decrease in other financial assets	16 483	(27 428)
Cash generated from operations	(594)	53 486
Taxes (paid) / received	(21)	-
Net cash generated from operating activities	(614)	53 486
B. Cash flow from Investing activities:		
Payments for purchase of property, plant & equipment (including capital work-in-progress)	-	-
Net cash (used) in investing activities	-	-
C. Cash flow from financing activities:		
Interest paid	-	-
Repayment of short term borrowings	-	-
Return of share application money	-	(62 469)
Net cash (used) in financing activities	-	(62 469)

SMRC Automotive Holdings B.V.
Consolidated Cash Flow Statement

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

	For the year ended March 31, 2020 (12 months)	For the year ended March 31, 2019 (8 months)
Net Increase/(Decrease) in Cash & Cash Equivalents	(614)	(8 983)
Net Cash and Cash equivalents at the beginning of the year	753	9 735
Cash and cash equivalents acquired consequent to acquisition of SMRC (Refer Note 50)	-	-
Cash and cash equivalents as at year end	138	752
Cash and cash equivalents comprise		
Cash on hand	138	753
Cheques / drafts on hand		
Balance with Banks	-	-
Cash and cash equivalents as per Balance Sheet (restated)	138	753
Net foreign exchange difference on balance with banks in foreign currency		
Total	138	753
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




1 Corporate information

Holding company for SMRC Group

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 as adopted by the European Union.

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

The financial statements are presented in US Dollar 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)

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

5 Investment property

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

March 31, 2020	March 31, 2019
-	-
-	-
-	-
-	-
-	-
-	-
-	-

6 Investments

(a) Non-current Investments

Investment in subsidiaries:

SMRC Automotive Holdings Netherlands B.V.

March 31, 2020	March 31, 2019
504	504
504	504

(b) Current Investments

(provide details if applicable)

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7 Loans

(a) Non-current investments

Unsecured, considered good

Loans to related parties

Loans to employees

March 31, 2020	March 31, 2019
9 056	9259
9 056	9 259

(b) Current investments

Unsecured, considered good

Loans to related parties

Loans to employees

2 336	18 257
2 336	18 257

8 Deferred tax

(a) Deferred tax assets (net)

Year ended March 31, 2019

Unabsorbed depreciation and Tax losses

Property, plant and equipments

Provision for Doubtful debts/Advances/Inventory

Others

Year ended March 31, 2020

Unabsorbed depreciation and Tax losses

Property, plant and equipments

Provision for Doubtful debts/Advances/Inventory

Others

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

(b) Deferred tax liabilities (net)

Year ended March 31, 2019

Others

Year ended March 31, 2020

Others

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

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

9 Inventories		March 31, 2020	March 31, 2019
Raw materials		-	-
Work-in-progress		-	-
Finished goods		-	-
		-	-
Inventory include inventory in transit of:			
Raw materials		-	-
10 Trade Receivable		March 31, 2020	March 31, 2019
(a) Non-current:			
Unsecured, considered good		-	-
Trade receivables from related parties		-	-
Doubt full		-	-
Less: Allowances for credit loss		-	-
		-	-
(b) Current:			
Unsecured, considered good		-	-
Trade receivables from related parties		26	-
Doubt full		-	-
Less: Allowances for credit loss		26	-
		-	-
		26	-
11 Cash and cash equivalents		March 31, 2020	March 31, 2019
Balances with banks:			
- in current accounts		-	-
Cash on hand		138	753
		138	753
12 Other financial assets		March 31, 2020	March 31, 2019
(a) Non-current:			
Security deposits, unsecured considered good		-	-
Other advances receivable in cash and cash equivalent		-	-
Derivatives designated as hedge		-	-
		-	-
(b) Current:			
Security deposits, unsecured considered good		-	-
Other advances receivable in cash and cash equivalent		-	-
Derivatives designated as hedge		-	-
		-	-
13 Other current Assets		March 31, 2020	March 31, 2019
Advances recoverable		-	2 743
Prepaid expenses		-	-
		-	2 743
14 Share Capital		March 31, 2020	March 31, 2019
Authorised:			
Number of equity share capital and face value			
Issued, subscribed and paid up:		0	0
Number of equity share capital and face value for each category of share capital		0	0

15 Reserves and surplus

	March 31, 2020	March 31, 2019
(a) Retained earnings		
Opening balance	69 148	7 653
Additions during the year	(1 921)	61 495
Closing balance	67 227	69 148
(b) General reserve		
Opening balance	(59 935)	
Additions during the year	(84)	(59 935)
Closing balance	(60 019)	(59 935)
(c) Capital reserve		
Opening balance	-	-
Additions during the year	-	-
Closing balance	-	-
Total reserve and surplus	7 208	9 213
Provide brief of each reserve		

16 Other reserves

(a) Cash flow hedging reserve

	March 31, 2020	March 31, 2019
Opening balance	-	-
Additions during the year	-	-
Closing balance	-	-

Cash flow hedging reserve

The Company uses hedging instruments as part of its management of foreign currency risk associated with its highly probable forecast payments. For hedging foreign currency risk, the Company uses foreign currency forward contracts which are designated as cash flow hedges. To the extent these hedges are effective; the change in fair value of the hedging instrument is recognised in the cash flow hedging reserve. Amounts recognised in the cash flow hedging reserve is reclassified to profit or loss when the hedged item affects profit or loss.

17 Borrowings

(a) Non-current

March 31, 2020	March 31, 2019
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(b) Current

Secured repayable on demand from banks¹

March 31, 2020	March 31, 2019
13	16 839
13	16 839

¹Secured by charge on the inventory and receivables of the Company

18 Trade Payables

Total outstanding dues of creditors other than related parties
Trade payable to related parties (Refer note 40)

March 31, 2020	March 31, 2019
20	5
20	5

19 Other current financial liabilities

(a) Non-current

Security deposits
Other liabilities payable in cash and cash equivalent

March 31, 2020	March 31, 2019
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(b) Current

Interest accrued on borrowings
Interest accrued but not due on borrowings
Employee benefits payable
Accrued expenses

Total

March 31, 2020	March 31, 2019
-	-
-	213
-	-
-	-
-	213

20 Provisions

(a) Non-current

For Warranties
For Litigations / disputes

March 31, 2020	March 31, 2019
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(b) Current

For warranties

Total

March 31, 2020	March 31, 2019
-	-
-	-

Warranty

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

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

21 Employee benefit obligations		March 31, 2020	March 31, 2019
(a) Non-current			
Pension			
Compensated absences			
		-	-
(b) Current			
Pension			
Compensated absences			
		-	-
Total		-	-
22 Other liabilities		March 31, 2020	March 31, 2019
(a) Other non-current liabilities			
Statutory dues payable			
Other payables		0	0
		0	0
(b) Other current liabilities			
Other current liabilities			
Statutory dues payable & other payables			
- Other payables		644	1 130
		644	1 130

Bracket denotes appropriations / deductions.

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

23	Revenue from contract with customers	For the year ended	
		March 31, 2020	March 31, 2019
	Sales of products	-	-
	Sales of services	-	-
	Total revenue from contract with customers (Refer Note 45)	-	-

IFRS 15 Revenue from contracts with customers

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

24	Other operating revenue:		
	Scrap sales	-	-
	Miscellaneous income	601	63 823
		601	63 823
	Total revenue from operation	601	63 823

25	Other income	For the year ended	
		March 31, 2020	March 31, 2019
	Foreign exchange gain (net)	6	-
	Provision for Doubtful Debts written back	-	-
	Total	6	-

26	Cost of materials consumed	For the year ended	
		March 31, 2020	March 31, 2019
	Opening stock of raw materials	-	-
	Add : Purchases of raw materials	-	-
	Less: Closing stock of raw materials	-	-
	Total	-	-

SMRC Automotive Holdings B.V.
NOTES TO THE FINANCIAL STATEMENTS

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

27	Changes in inventory of finished goods, work in progress and stock in trade	For the year ended	
		March 31, 2020	March 31, 2019
	(Increase)/ decrease in stocks		
	Stock at the opening of the year:		
	Finished goods	-	-
	Work-in-progress	-	-
	Total A	-	-
	Stock at the end of the year:		
	Finished goods	-	-
	Work-in-progress	-	-
	Total C	-	-
	(Increase)/ decrease in stocks (A+B-C+D)	-	-
28	Employee benefit expense	For the year ended	
		March 31, 2020	March 31, 2019
	Salary, wages & bonus	-	-
	Contribution to employee welfare funds, payroll tax and other taxes	-	-
	Staff welfare expenses	-	-
	Others	-	-
	Total	-	-
29	Finance costs	For the year ended	
		March 31, 2020	March 31, 2019
	Interest on borrowings	(429)	(361)
	Others	64	95
	Total	(365)	(266)
30	Other expenses	For the year ended	
		March 31, 2020	March 31, 2019
	Electricity, water and fuel	-	-
	Repairs and Maintenance:		
	Machinery	-	-
	Building	-	-
	Others	-	-
	Consumption of stores and spare parts	-	-
	Rent	-	-
	Rates & taxes	-	-
	Insurance	-	-
	Donation	-	-
	Travelling	-	-
	Freight & forwarding	-	-
	Provision for doubtful debts/advances	-	-
	Auditors fees and expenses	-	-
	Legal & professional expenses	31	4
	Computer expenses and software charges	-	-
	Fees and subscriptions	-	-
	Business promotion expenses	-	-
	Communication expenses	-	-
	Miscellaneous expenses	3	1
	Total	34	5
31	Income tax	For the year ended	
		March 31, 2020	March 31, 2019
	Current tax	84	55
	Deferred tax charged / (reversed)	-	-
		84	55