

INDSIL HYDRO GLOBAL (FZE), SHARJAH

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30th APRIL, 2016

INDEX

| | <u>PAGE</u> |
|--------------------------------------------|--------------------|
| 1) AUDITORS' REPORT | 1 |
| 2) BALANCE SHEET | 2 |
| 3) PROFIT AND LOSS ACCOUNT | 3 |
| 4) STATEMENT OF CHANGES IN EQUITY | 4 |
| 5) STATEMENT OF CASH FLOWS | 5 |
| 6) NOTES TO THE FINANCIAL STATEMENT | 6 to 8 |

AUDITOR'S REPORT TO THE SHAREHOLDER OF
INDSIL HYDRO GLOBAL (FZE), SHARJAH

Report on the financial statements

We have audited the accompanying financial statements of M/s. Indsil Hydro Global FZE, Sharjah (the Establishment) which comprise the balance sheet as at 30th April, 2016, and the profit and loss account and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting principles used and reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion the financial statements present fairly, in all material respects, the financial position of the Company as at 30th April, 2016, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and comply with the relevant article of the establishment and UAE federal Law No. 2 of 2015.

K. Pedhiwala

KAID A. PEDHIWALA
CHARTERED ACCOUNTANTS
REG NO. 164

SHARJAH: 6th June, 2016

شركة قايده لتدقيق الحسابات
KAID AUDITING CO.
CHARTERED ACCOUNTANTS
P.O. Box 23044, Sharjah - U.A.E.

INDSIL HYDRO GLOBAL (FZE), SHARJAH


BALANCE SHEET AS AT 30th APRIL, 2016

| | <u>NOTES</u> | <u>30.04.2016</u> <u>AED</u> | <u>30.04.2015</u> <u>AED</u> |
|-----------------------------------|--------------|---------------------------------|---------------------------------|
| <u>CURRENT ASSETS</u> | | | |
| Bank Balance | 4 | 169,009 | 234,106 |
| Accounts Receivable | 5 | 869,039 | 390,352 |
| | | <u>1,038,048</u> | <u>624,458</u> |
| <u>CURRENT LIABILITIES</u> | | | |
| Accounts Payable | | <u>6,500</u> | <u>5,000</u> |
| | | <u>6,500</u> | <u>5,000</u> |
| NET ASSETS | | <u>1,031,548</u> | <u>619,458</u> |
| <u>REPRESENTED BY</u> | | | |
| <u>SHAREHOLDERS FUNDS</u> | | | |
| Share Capital | 6 | 150,000 | 150,000 |
| Retained Profit | | <u>556,241</u> | <u>320,868</u> |
| Total Equity Funds | | <u>706,241</u> | <u>470,868</u> |
| Shareholders current account | 7 | <u>325,307</u> | <u>148,590</u> |
| | | <u>1,031,548</u> | <u>619,458</u> |

The accompanying notes set out on pages 6 to 8 form an integral part of these financial statements.

Auditors' Report is set forth on page 1.

For Indsil Hydro Global (FZE)


Manager

INDSIL HYDRO GLOBAL (FZE), SHARJAH

PROFIT AND LOSS ACCOUNT


FOR THE YEAR ENDED 30th APRIL, 2016

| | 01.05.2015 to 30.04.2016 <u>AED</u> | 01.05.2014 to 30.04.2015 <u>AED</u> |
|--------------------------------|----------------------------------------------|----------------------------------------------|
| Revenue form services | 1,603,985 | 1,976,657 |
| <u>Less: Cost of revenue</u> | <u>(114,845)</u> | <u>(42,172)</u> |
| GROSS PROFIT | <u>1,489,140</u> | <u>1,934,485</u> |
| <u>Less: EXPENSES</u> | | |
| Legal and professional charges | (63,372) | (39,065) |
| Financial charges | <u>(1,151)</u> | <u>(594)</u> |
| NET PROFIT FOR THE YEAR | <u>1,424,617</u> | <u>1,894,826</u> |

The accompanying notes set out on pages 6 to 8 form an integral part of these financial statements

Auditors' Report is set forth on page 1.

For Indsil Hydro Global (FZE)


Manager


INDSIL HYDRO GLOBAL (FZE), SHARJAH

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30th APRIL, 2016

| | <u>Share Capital AED</u> | <u>Retained Profit AED</u> | <u>Total AED</u> |
|------------------------------------------|----------------------------------|------------------------------------|----------------------|
| As at 01.05.2014 | 150,000 | (72,753) | 77,247 |
| Profit for the year | 0 | 1,894,826 | 1,894,826 |
| Less: Profit distributed during the year | 0 | <u>(1,501,205)</u> | <u>(1,501,205)</u> |
| As at 30.04.2015 | 150,000 | 320,868 | 470,868 |
| Profit for the year | 0 | 1,424,617 | 1,424,617 |
| Less: Profit distributed during the year | 0 | <u>(1,189,244)</u> | <u>(1,189,244)</u> |
| As at 30.04.2016 | <u>150,000</u> | <u>556,241</u> | <u>706,241</u> |

For Indsil Hydro Global (FZE)


Manager

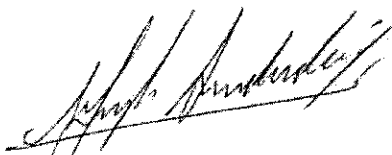
INDSIL HYDRO GLOBAL (FZE), SHARJAH

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30th APRIL, 2016

| | 01.05.2015 to 30.04.2016 | 01.05.2014 to 30.04.2015 |
|-------------------------------------------------------------|--------------------------------|--------------------------------|
| | <u>AED</u> | <u>AED</u> |
| <u>Cash flows from operating activities</u> | | |
| Net Profit for the year | 1,424,617 | 1,894,826 |
| Operating profit before working capital changes | 1,424,617 | 1,894,826 |
| Accounts Receivable | (478,687) | (390,352) |
| Accounts Payable | 1,500 | 5,000 |
| Net cash inflow from operating activities (A) | <u>947,430</u> | <u>1,509,474</u> |
| <u>Cash flows from financing activities</u> | | |
| Profit distributed during the year | (1,189,244) | (1,501,205) |
| Share holder's current account | 176,717 | 76,237 |
| Net cash (used in) from financing activities (B) | <u>(1,012,527)</u> | <u>(1,424,968)</u> |
| Net (decrease) / increase in cash and cash equivalent (A+B) | (65,097) | 84,506 |
| Cash and Cash Equivalents at beginning of the year | <u>234,106</u> | <u>149,600</u> |
| Cash and Cash Equivalents at end of the year | <u>169,009</u> | <u>234,106</u> |
| <u>Represented by</u> | 30.04.2016 | 30.04.2015 |
| Cash and cash equivalents at the end of the year | <u>169,009</u> | <u>234,106</u> |

For Indsil Hydro Global (FZE)


Manager

INDSIL HYDRO GLOBAL (FZE), SHARJAH
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30th APRIL, 2016

1 STATUS AND ACTIVITIES

M/s. Indsil Hydro Global (FZE), Sharjah is a Free Zone Establishment registered in the Sharjah Airport International Free Zone.

The company is operating under the Industrial License No.12278 issued and based upon Emiri Decree No.2 of 1995 issued in Sharjah on 8th May 1995. The registered office of the Company is in SAIF lounge., P.O.Box No.9049, Sharjah, U.A.E

The principal activity of the Establishment is providing business consultancy services.

2 BASIS OF PREPARATION

Statement of compliance

These financial statements have been prepared in accordance with the International Financial Reporting Standards ("IFRSs") and the requirements of U.A.E Federal Law No. 2 of 2015.

Basis of measurement

These financial statements have been prepared on a historical cost basis. On a going concern basis

Functional and presentation currency

These financial statements are presented in U.A.E Dirham ("AED"), which is the Establishment's functional currency.

Use of estimates and judgements

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimate is revised and in any future years affected.

3 SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies, which comply with IFRS, have been applied consistently in dealing with items that are considered material in relation to the Establishments's financial statements.

Financial Instruments

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents, trade and other payables, and bank borrowings.

Non-derivative financial instruments are recognized initially at fair value. Subsequent to initial recognition non-derivative financial instruments are measured at cost.

A financial instrument is recognized if the Company becomes a party to the contractual provisions of the instrument. Financial assets are derecognized if the Company's contractual rights to the cash flows from the financial assets expire or if the Company transfers the financial asset to another party without retaining control or substantially all risks and rewards of the asset. Financial liabilities are derecognized if the Company's obligations specified in the contract expire or are discharged or cancelled.

Cash and cash equivalents comprise cash in hand and at bank.

| | 30.04.2016 | 30.04.2015 |
|-------------------------------------|-------------------|-------------------|
| 4 <u>BANK BALANCE</u> | <u>AED</u> | <u>AED</u> |
| In current account | <u>169,009</u> | <u>234,106</u> |
| | <u>169,009</u> | <u>234,106</u> |
| 5 <u>ACCOUNTS RECEIVABLE</u> | 30.04.2016 | 30.04.2015 |
| | <u>AED</u> | <u>AED</u> |
| Sundry debtors | 869,039 | 315,644 |
| Loans, Advances and prepayments | 0 | 74,708 |
| | <u>869,039</u> | <u>390,352</u> |

6 SHARE CAPITAL

The authorised and paid up share capital of the Establishment is divided into 1 fully paid up shares of AED 150,000/- each, the shareholding is as under:

| <u>NAMES</u> | <u>SHARES %</u> | <u>AED</u> |
|------------------------------------------------------|-----------------|----------------|
| M/s Indsil Hydro Power and Manganese Limited (India) | <u>100%</u> | <u>150,000</u> |
| | <u>100%</u> | <u>150,000</u> |

For Indsil Hydro Global (FZE)


Manager

7 **SHAREHOLDERS CURRENT ACCOUNT**

This represent the amount due to shareholder on its current account with company.

8 **FINANCIAL INSTRUMENTS**

Financial assets of the Establishment include cash at bank . Financial liabilities of the Establishment include loan taken from the related concern . Accounting policies for financial assets and financial liabilities are set out in note 3.

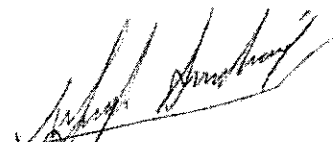
Fair value

The fair value of the Establishment's financial assets and liabilities approximates their carrying amounts.

9 **ROUNDING OFF**

Previous years figures have been regrouped and reclassified, wherever necessary, to conform to the presentation adopted in the current year.

For Indsil Hydro Global (FZE)


Manager