

Balance Sheet as at March 31, 2017

Note No.

Particulars

ASSETS

Non-current assets

| | | As at March 31, 2017 Rs. Lakhs | As at March 31, 2016 Rs. Lakhs | As at April 1, 2015 Rs. Lakhs |
|-------------------------------------|-----|-----------------------------------|-----------------------------------|----------------------------------|
| Property, plant and equipment | 1.1 | 42.76 | 45.49 | 1.50 |
| Capital work-in-progress | 1.1 | - | - | - |
| Intangible assets | 1.2 | 0.24 | 0.39 | 0.42 |
| Intangible assets under development | 1.2 | - | - | - |
| Financial Assets | | | | |
| (i) Investments | 1.3 | - | - | - |
| (ii) Trade Receivables | 1.4 | - | - | - |
| (iii) Loans | 1.5 | - | - | - |
| (iv) Others | 1.6 | 7.81 | - | - |
| Deferred tax assets (net) | 1.7 | - | - | - |
| Non-current tax assets (net) | 1.8 | - | - | - |
| Other non-current assets | 1.9 | - | - | - |

Current assets

| | | | | |
|---|------|--------|--------|-------|
| Inventories | 1.10 | 183.25 | 53.73 | - |
| Financial Assets | | | | |
| (i) Investments | 1.11 | - | - | - |
| (ii) Trade Receivables | 1.12 | 54.06 | - | 1.06 |
| (iii) Cash and cash equivalents | 1.13 | 68.29 | 76.09 | 16.07 |
| (iv) Bank balances other than (iii) above | 1.13 | - | - | - |
| (v) Loans | 1.14 | - | - | - |
| (vi) Others | 1.15 | - | - | - |
| Current Tax Assets (net) | 1.8 | - | - | - |
| Other Current Assets | 1.16 | 54.18 | 45.67 | - |
| | | 359.78 | 175.49 | 17.13 |
| Assets classified as held for sale | 1.17 | - | - | - |

TOTAL

| | | | | |
|--|--|--------|--------|-------|
| | | 410.59 | 221.37 | 19.05 |
|--|--|--------|--------|-------|

EQUITY AND LIABILITIES

Equity

| | | | | |
|----------------------|------|----------|----------|----------|
| Equity Share capital | 1.18 | 695.47 | 667.34 | 344.26 |
| Other Equity | 1.19 | (899.13) | (797.12) | (487.79) |
| | | (203.66) | (129.78) | (143.53) |

Liabilities

Non-current liabilities

| | | | | |
|----------------------------------|------|--------|--------|--------|
| Financial Liabilities | | | | |
| (i) Borrowings | 1.20 | 268.63 | 224.64 | 154.63 |
| (ii) Other financial liabilities | 1.21 | - | - | - |
| Provisions | 1.22 | - | - | - |
| Deferred tax liabilities (net) | 1.7a | - | - | - |
| Other non-current liabilities | 1.23 | - | - | - |
| | | 268.63 | 224.64 | 154.63 |

Current liabilities

| | | | | |
|---|------|--------|--------|------|
| Financial Liabilities | | | | |
| (i) Borrowings | 1.24 | - | - | - |
| (ii) Trade Payables | 1.25 | 290.49 | 90.30 | 0.06 |
| (iii) Other financial liabilities | 1.26 | 55.13 | 36.21 | 7.89 |
| Other current liabilities | 1.27 | - | - | - |
| Provisions | 1.28 | - | - | - |
| Current Tax Liabilities (net) | 1.29 | - | - | - |
| | | 345.62 | 126.51 | 7.95 |
| Liabilities directly associated with assets classified as held for sale | 1.17 | - | - | - |

TOTAL

| | | | | |
|--|--|--------|--------|-------|
| | | 410.59 | 221.37 | 19.05 |
|--|--|--------|--------|-------|

Albonair Automotive Technology Co. Ltd, China
Statement of Profit and Loss for the Year ended March 31, 2017

| Particulars | Note No. | Year ended March 31, 2017 Rs. Lakhs | Year ended March 31, 2016 Rs. Lakhs |
|---|----------|---|---|
| Income | | | |
| Revenue from operations (including excise duty on sale of goods) | 2.1 | 144.57 | - |
| Other income | 2.2 | 0.13 | 3.05 |
| Total Income | | 144.70 | 3.05 |
| Expenses | | | |
| Cost of materials and services consumed | 2.3 | 0.47 | - |
| Purchases of Stock-in-Trade - Traded goods | 2.4 | - | - |
| Changes in inventories of finished goods, stock-in-trade and work-in-progress | 2.5 | 92.95 | - |
| | | 93.42 | - |
| Excise Duty on sale of goods | | | |
| Employee benefits expense | 2.6 | 162.29 | 114.60 |
| Finance costs | 2.7 | 13.16 | 9.96 |
| Depreciation and amortisation expense | 2.8 | 8.01 | 3.93 |
| Other expenses | 2.9 | 90.98 | 75.75 |
| Total Expenses | | 367.85 | 204.24 |
| Profit/ (Loss) before exceptional items and tax | | (223.15) | (201.19) |
| Exceptional Items | 2.10 | - | - |
| Profit/ (Loss) before tax | | (223.15) | (201.19) |
| Tax expense: | | | |
| Current tax | | - | - |
| Deferred tax | | - | - |
| Tax expense | | - | - |
| Profit for the year | | (223.15) | (201.19) |
| Other Comprehensive Income | | | |
| A (i) Items that will not be reclassified to Profit or Loss | | - | - |
| B (i) Items that will be reclassified to Profit or Loss | | | |
| Translation difference | | 121.14 | (108.13) |
| Total Other Comprehensive Income | | 121.14 | (108.13) |
| Total Comprehensive Income | | (102.01) | (309.32) |

1.1 PROPERTY, PLANT AND EQUIPMENT AND CAPITAL WORK IN PROGRESS

(2016-17 - Rs. Lakhs)

| DESCRIPTION | GROSS BLOCK (COST / VALUATION) | | | | | | DEPRECIATION / AMORTISATION / IMPAIRMENT | | | | | | NET BLOCK |
|--------------------------------------|--------------------------------|--------------------------|-------------|-------------|-----------|--------------|--|--------------------------|------------------------|-----------|-------------|-----------------|--------------|
| | 01.04.2016 | Exchange rate difference | Additions | Adjustments | Disposals | 31.03.2017 | Upto 31.03.2016 | Exchange rate difference | Charge during the year | Disposals | Adjustments | Upto 31.03.2017 | |
| PROPERTY, PLANT AND EQUIPMENT | | | | | | | | | | | | | |
| Plant and equipment | 37.48 | (2.10) | 2.07 | - | - | 37.45 | 6.86 | (0.87) | 3.45 | - | - | 9.44 | 28.01 |
| Furniture and fittings | 4.77 | (0.50) | - | - | - | 4.27 | 4.55 | (0.44) | - | - | - | 4.11 | 0.16 |
| Office Equipment | 21.10 | (1.45) | 5.04 | - | - | 24.69 | 6.45 | (0.80) | 4.45 | - | - | 10.10 | 14.59 |
| TOTAL | 63.35 | (3.93) | 7.11 | - | - | 66.42 | 17.86 | (2.11) | 7.90 | - | - | 23.66 | 42.76 |

1.1 PROPERTY, PLANT AND EQUIPMENT AND CAPITAL WORK IN PROGRESS

(2015-16 - Rs. Lakhs)

| DESCRIPTION | GROSS BLOCK (COST / VALUATION) | | | | | DEPRECIATION / AMORTISATION / IMPAIRMENT | | | | | NET BLOCK 31.03.2016 |
|--------------------------------------|--------------------------------|--------------|-------------|-----------|--------------|--|---------------------------|-----------|-------------|--------------------|-------------------------|
| | 01.04.2015 | Additions | Adjustments | Disposals | 31.03.2016 | Upto 31.03.2015 | Charge during the year | Disposals | Adjustments | Upto 31.03.2016 | |
| PROPERTY, PLANT AND EQUIPMENT | | | | | | | | | | | |
| Plant and equipment | 6.64 | 30.84 | - | - | 37.48 | 6.03 | 0.83 | - | - | 6.86 | 30.62 |
| Furniture and fittings | 4.77 | - | - | - | 4.77 | 3.99 | 0.56 | - | - | 4.55 | 0.22 |
| Office Equipment | 4.39 | 16.71 | - | - | 21.10 | 4.28 | 2.17 | - | - | 6.45 | 14.65 |
| TOTAL | 15.80 | 47.55 | - | - | 63.35 | 14.30 | 3.56 | - | - | 17.86 | 45.49 |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

1.2 INTANGIBLE ASSETS AND INTANGIBLE ASSETS UNDER DEVELOPMENT

(2016-17 - Rs. Lakhs)

| DESCRIPTION | GROSS BLOCK (COST / VALUATION) | | | | | | DEPRECIATION / AMORTISATION / IMPAIRMENT | | | | | | NET BLOCK |
|--------------------------|--------------------------------|--------------------------|-----------|-------------|-----------|-------------|--|--------------------------|------------------------|-----------|-------------|-----------------|-------------|
| | 01.04.2016 | Exchange rate difference | Additions | Adjustments | Disposals | 31.03.2017 | Upto 31.03.2016 | Exchange rate difference | Charge during the year | Disposals | Adjustments | Upto 31.03.2017 | 31.03.2017 |
| INTANGIBLE ASSETS | | | | | | | | | | | | | |
| Computer software | | | | | | | | | | | | | |
| - Acquired | 2.69 | (0.26) | - | - | - | 2.43 | 2.30 | (0.22) | 0.11 | - | - | 2.18 | 0.24 |
| Total | 2.69 | (0.26) | - | - | - | 2.43 | 2.30 | (0.22) | 0.11 | - | - | 2.18 | 0.24 |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

1.2 INTANGIBLE ASSETS AND INTANGIBLE ASSETS UNDER DEVELOPMENT

(2015-16 - Rs. Lakhs)

| DESCRIPTION | GROSS BLOCK (COST / VALUATION) | | | | | DEPRECIATION / AMORTISATION / IMPAIRMENT | | | | | NET BLOCK |
|--------------------------|--------------------------------|-------------|-------------|-----------|-------------|--|---------------------------|-----------|-------------|--------------------|-------------|
| | 01.04.2015 | Additions | Adjustments | Disposals | 31.03.2016 | Upto 31.03.2015 | Charge during the year | Disposals | Adjustments | Upto 31.03.2016 | 31.03.2016 |
| INTANGIBLE ASSETS | | | | | | | | | | | |
| Computer software | | | | | | | | | | | |
| - Acquired | 2.34 | 0.35 | - | - | 2.69 | 1.92 | 0.37 | - | 0.01 | 2.30 | 0.39 |
| TOTAL | 2.34 | 0.35 | - | - | 2.69 | 1.92 | 0.37 | - | 0.01 | 2.30 | 0.39 |

1.6 OTHER NON-CURRENT FINANCIAL ASSETS
(Unsecured, considered good)

a. Other advances

| As at March 31, 2017 Rs. Lakhs | As at March 31, 2016 Rs. Lakhs | As at April 1, 2015 Rs. Lakhs |
|-----------------------------------|-----------------------------------|----------------------------------|
| 7.81 | - | - |
| 7.81 | - | - |

1.10 INVENTORIES

| | As at March 31, 2017 Rs. Lakhs | As at March 31, 2016 Rs. Lakhs | As at April 1, 2015 Rs. Lakhs |
|----------------------------------|-----------------------------------|-----------------------------------|----------------------------------|
| (a) Raw materials and Components | 132.14 | 47.67 | - |
| (b) Work-in -progress | - | - | - |
| (c) Finished goods | 51.11 | 6.06 | - |
| | 183.25 | 53.73 | - |

1.12 TRADE RECEIVABLES

Trade Receivables - Unsecured
- Considered good

| | As at March 31, 2017 Rs. Lakhs | As at March 31, 2016 Rs. Lakhs | As at April 1, 2015 Rs. Lakhs |
|--|-----------------------------------|-----------------------------------|----------------------------------|
| | 54.06 | - | 1.06 |
| | 54.06 | - | 1.06 |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

1.13 CASH AND BANK BALANCES

a. Cash and Cash Equivalents

i) Balances with Banks in Current account

| | As at March 31, 2017 Rs. Lakhs | As at March 31, 2016 Rs. Lakhs | As at April 1, 2015 Rs. Lakhs |
|--|-----------------------------------|-----------------------------------|----------------------------------|
| | 68.29 | 76.09 | 16.07 |
| | 68.29 | 76.09 | 16.07 |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

1.16 OTHER CURRENT ASSETS
(Unsecured, Considered Good unless otherwise stated)

a) Others

| | As at March 31, 2017 Rs. Lakhs | As at March 31, 2016 Rs. Lakhs | As at April 1, 2015 Rs. Lakhs |
|--|-----------------------------------|-----------------------------------|----------------------------------|
| | 54.18 | 45.67 | - |
| | 54.18 | 45.67 | - |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

1.18 EQUITY SHARE CAPITAL

Subscribed and fully paid up

| As at March 31, 2017 Rs. Lakhs | As at March 31, 2016 Rs. Lakhs | As at April 1, 2015 Rs. Lakhs |
|-----------------------------------|-----------------------------------|----------------------------------|
| 695.47 | 667.34 | 344.26 |
| 695.47 | 667.34 | 344.26 |

Notes annexed to and forming part of the Financial Statements

1.19 OTHER EQUITY

a) Foreign currency translation reserve

Balance as at the beginning of the period

(108.13)

-

-

Add: During the year

121.14

(108.13)

-

Balance as at the end of the period

13.01

(108.13)

-

b) Retained Earnings (Surplus in Statement of Profit and Loss)

Balance as at the beginning of the year

(688.99)

(487.79)

-

Less: Current year loss

(223.15)

(201.20)

(487.79)

Balance as at the end of the year

(912.14)**(688.99)****(487.79)****(899.13)****(797.12)****(487.79)**

| | As at March 31, 2017 Rs. Lakhs | As at March 31, 2016 Rs. Lakhs | As at April 1, 2015 Rs. Lakhs |
|---|-----------------------------------|-----------------------------------|----------------------------------|
| a) Foreign currency translation reserve | | | |
| Balance as at the beginning of the period | (108.13) | - | - |
| Add: During the year | 121.14 | (108.13) | - |
| Balance as at the end of the period | 13.01 | (108.13) | - |
| b) Retained Earnings (Surplus in Statement of Profit and Loss) | | | |
| Balance as at the beginning of the year | (688.99) | (487.79) | - |
| Less: Current year loss | (223.15) | (201.20) | (487.79) |
| Balance as at the end of the year | (912.14) | (688.99) | (487.79) |
| | (899.13) | (797.12) | (487.79) |

1.20 NON CURRENT BORROWINGS

a) Secured Borrowings at Amortised Cost

i. Term Loan from banks

| | As at March 31, 2017 Rs. Lakhs | As at March 31, 2016 Rs. Lakhs | As at April 1, 2015 Rs. Lakhs |
|--|-----------------------------------|-----------------------------------|----------------------------------|
| | 268.63 | 224.64 | 154.63 |
| | 268.63 | 224.64 | 154.63 |

Notes annexed to and forming part of the Financial Statements

1.25 CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES

Trade payables - including acceptances

i. Micro enterprises and small enterprises

ii. Other Trade Payables

| As at March 31, 2017 Rs. Lakhs | As at March 31, 2016 Rs. Lakhs | As at April 1, 2015 Rs. Lakhs |
|-----------------------------------|-----------------------------------|----------------------------------|
| - | - | - |
| 290.49 | 90.30 | 0.06 |
| 290.49 | 90.30 | 0.06 |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

1.26 CURRENT FINANCIAL LIABILITIES - OTHERS

| | As at March 31, 2017 Rs. Lakhs | As at March 31, 2016 Rs. Lakhs | As at April 1, 2015 Rs. Lakhs |
|---|-----------------------------------|-----------------------------------|----------------------------------|
| a) Interest accrued but not due on borrowings | 39.62 | 27.19 | 6.87 |
| b) Others | 15.51 | 9.02 | 1.02 |
| | 55.13 | 36.21 | 7.89 |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

2.1 REVENUE FROM OPERATIONS

- a) Sale of products
 - Engines and Gensets

| | Year Ended March 31, 2017 Rs. Lakhs | Year ended March 31, 2016 Rs. Lakhs |
|--|---|---|
| | 144.57 | - |
| | 144.57 | - |

2.2 OTHER INCOME

- a) Other non-operating income
 - i. Foreign exchange gain - net
 - ii. Others

| | Year Ended March 31, 2017 | Year ended March 31, 2016 |
|--|------------------------------|------------------------------|
| | Rs. Lakhs | Rs. Lakhs |
| | | |
| | - | 3.05 |
| | 0.13 | - |
| | 0.13 | 3.05 |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

2.3 COST OF MATERIALS CONSUMED

| | Year Ended March 31, 2017 Rs. Lakhs | Year ended March 31, 2016 Rs. Lakhs |
|-----------------------------|---|---|
| a) Finished and other items | 0.47 | - |
| | 0.47 | - |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

2.5 CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE

| | Year Ended March 31, 2017 Rs. Lakhs | Year ended March 31, 2016 Rs. Lakhs |
|---------------------------|---|---|
| a) Changes in Inventories | | |
| - Finished / Traded goods | 92.95 | - |
| Net change | 92.95 | - |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

2.6 EMPLOYEE BENEFITS EXPENSE

| | Year Ended March 31, 2017 Rs. Lakhs | Year ended March 31, 2016 Rs. Lakhs |
|--|---|---|
| a) Salaries, wages and bonus | 117.70 | 82.33 |
| b) Contribution to provident, gratuity and other funds | 40.90 | 30.67 |
| c) Welfare expenses | 3.69 | 1.60 |
| | 162.29 | 114.60 |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

2.7 FINANCE COSTS

a) Interest Expense

| Year Ended March 31, 2017 Rs. Lakhs | Year ended March 31, 2016 Rs. Lakhs |
|---|---|
| 13.16 | 9.96 |
| 13.16 | 9.96 |

Notes annexed to and forming part of the Financial Statements

2.8 DEPRECIATION AND AMORTISATION EXPENSE

| | | Year Ended March 31, 2017 Rs. Lakhs | Year ended March 31, 2016 Rs. Lakhs |
|-------------------------------------|----------------|---|---|
| A) Tangible assets | | | |
| (i) Plant and equipment | | 3.45 | 0.83 |
| (ii) Furniture and fittings | | - | 0.56 |
| (iii) Office equipment | | 4.45 | 2.17 |
| Total on Tangible assets | (A) | 7.90 | 3.56 |
| B) Intangible assets | | | |
| (i) Computer software - Acquired | | 0.11 | 0.37 |
| Total on Intangible assets | (B) | 0.11 | 0.37 |
| Total | (A + B) | 8.01 | 3.93 |

Albonair Automotive Technology Co. Ltd, China

Notes annexed to and forming part of the Financial Statements

2.9 OTHER EXPENSES

| | Year Ended March 31, 2017 Rs. Lakhs | Year ended March 31, 2016 Rs. Lakhs |
|--|---|---|
| (a) Consumption of stores and tools | 1.79 | 2.57 |
| (b) Power and fuel | 3.98 | 0.29 |
| (c) Rent | 28.29 | 25.57 |
| (d) Repairs and maintenance | | |
| - Buildings | 2.29 | 0.58 |
| - Plant and machinery | - | 0.09 |
| (e) Insurance | 1.71 | 0.47 |
| (f) Rates and taxes, excluding taxes on income | 0.17 | 0.17 |
| (g) Selling and administration expenses (net) | 49.94 | 45.91 |
| (h) Packing and forwarding charges | 2.81 | 0.10 |
| | 90.98 | 75.75 |