

Albonair Automotive Technology Co. Ltd (China)
Balance sheet as at March 31, 2020

Particulars	Note No.	As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
ASSETS			
Non-current assets			
Property, plant and equipment	1.1	4.44	3.45
Goodwill			
Other Intangible assets	1.2	0.27	0.37
Financial Assets			
Other non-current assets	1.3	0.31	0.41
		5.02	4.23
Current assets			
Inventories	1.4	17.29	13.79
Financial Assets			
(i) Trade receivables	1.5	15.26	27.67
(ii) Cash and cash equivalents	1.6	9.01	7.19
Other current assets	1.7	4.64	0.59
		46.20	49.24
TOTAL ASSETS		51.22	53.47
EQUITY AND LIABILITIES			
Equity			
Equity share capital	1.8	11.10	11.10
Other equity	1.9	(11.59)	(5.42)
		(0.49)	5.68
Liabilities			
Non-current liabilities			
Financial liabilities			
(i) Borrowings	1.10	3.69	3.30
Provisions	1.11	2.72	4.47
		6.41	7.77
Current liabilities			
Financial liabilities			
(i) Trade payables	1.12		
a) Total outstanding dues other than micro and small enterprises		41.55	38.83
(ii) Other financial liabilities	1.13	1.52	1.19
Provisions	1.14	2.23	-
		45.30	40.02
TOTAL EQUITY AND LIABILITIES		51.22	53.47

The accompanying notes form an integral part of the standalone financial statements

Albonair Automotive Technology Co. Ltd (China)
Statement of Profit and Loss for the year ended March 31, 2020

Particulars	Note No.	Year ended March 31, 2020 Rs. Crores	Year ended March 31, 2019 Rs. Crores
Income			
Revenue from operations	2.1	71.75	70.69
Other income	2.2	0.09	0.03
Total Income		71.84	70.72
Expenses			
Cost of materials and services consumed		57.00	49.38
Changes in inventories of finished goods, stock-in-trade and work-in-progress	2.3	(3.31)	2.05
Employee benefits expense	2.4	7.22	6.67
Finance costs	2.5	0.18	0.28
Depreciation and amortisation expense	2.6	0.94	0.56
Other expenses	2.7	16.13	9.50
Total Expenses		78.16	68.44
Profit for the year		(6.32)	2.28
Other Comprehensive Income			
Items that will be reclassified to Profit or Loss		0.15	
Total Other Comprehensive Income		0.15	-
Total Comprehensive Income for the year		(6.17)	2.28

The accompanying notes form an integral part of the standalone financial statements

Albonair Automotive Technology Co. Ltd (China)
Statement of Changes in Equity for the year ended March 31, 2020

A. Equity Share Capital

Rs. Crores				
Balance at the beginning of April 1, 2018	Changes in equity share capital during the year	Balance at the end of March 31, 2019	Changes in equity share capital during the year	Balance at the end of March 31, 2020
11.10	-	11.10	-	11.10

B. Other Equity

Particulars	Reserves and Surplus		
	Foreign currency translation reserve	Retained Earnings	Total
Balance at the beginning of April 1, 2018	(1.13)	(6.25)	(7.38)
Profit for the year		2.28	2.28
Other comprehensive income	(0.33)		(0.33)
Total Comprehensive Income for the year	(0.33)	2.28	1.95
Balance at the end of March 31, 2019	(1.46)	(3.96)	(5.42)
Profit for the year		(6.32)	(6.32)
Other comprehensive income	0.15		0.15
Total Comprehensive Income for the year	0.15	(6.32)	(6.17)
Balance at the end of March 31, 2020	(1.31)	(10.28)	(11.59)

Albonair Automotive Technology Co. Ltd (China)
Statement of Cash flows for the period ended March 31, 2020

Particulars	March 31, 2020 Rs. Crores	March 31, 2019 Rs. Crores
Cash flow from operating activities		
Profit for the year	(6.32)	2.28
Adjustments for :		
Depreciation, amortisation and impairment	0.94	0.56
Finance costs	0.18	0.28
Operating profit before working capital changes	(5.20)	3.12
Adjustments for changes in :		
Trade receivables	12.41	(4.09)
Inventories	(3.50)	1.11
Other non-current and current assets	(3.95)	0.93
Trade payables	2.72	4.48
Non-current and current financial liabilities	0.33	0.38
Other non-current and current provisions	0.48	3.15
Net cash (used in)/ from operating activities	[A] 3.29	9.09
Cash flow from investing activities		
Purchase of PPE and intangible assets	(1.68)	(2.94)
Net cash from/ (used in) investing activities	[B] (1.68)	(2.94)
Cash flow from financing activities		
Proceeds from non-current borrowings	0.39	-
Repayments of non-current borrowings	-	(0.06)
Interest paid	(0.18)	(0.28)
Net cash (used in) financing activities	[C] 0.21	(0.34)
Net cash Inflow / (Outflow)	[A+B+C] 1.82	5.81
Opening cash and cash equivalents	7.19	1.52
Exchange fluctuation on foreign currency bank balances	-	(0.15)
Closing cash and cash equivalents [Refer Note 1.6 to the standalone financial statements]	9.01	7.19

1.1 PROPERTY, PLANT AND EQUIPMENT AND CAPITAL WORK IN PROGRESS

DESCRIPTION	GROSS CARRYING AMOUNT (COST)					DEPRECIATION / AMORTISATION					Rs. Crores
	01.04.2019	Exchange rate difference	Additions / Adjustments	Exchange rate difference	31.03.2020	Upto 31.03.2019	Exchange rate difference	Charge during the year	Exchange rate difference	Upto 31.03.2020	NET CARRYING AMOUNT
Property, plant and equipment (PPE)											Upto 31.03.2020
Plant and equipment	3.53	0.25	1.34	0.05	5.18	0.48	0.03	0.49	0.02	1.02	4.16
Furniture and fittings	0.07	0.01	-	-	0.08	0.05	0.00	0.01	0.00	0.06	0.02
Office Equipment	0.67	0.05	0.02	0.00	0.73	0.31	0.02	0.15	0.01	0.48	0.26
TOTAL	4.28	0.30	1.36	0.05	5.99	0.83	0.05	0.64	0.02	1.55	4.44

1.1 PROPERTY, PLANT AND EQUIPMENT AND CAPITAL WORK IN PROGRESS

DESCRIPTION	GROSS CARRYING AMOUNT (COST)					DEPRECIATION / AMORTISATION					Rs. Crores
	01.04.2018	Exchange rate difference	Additions / Adjustments	Exchange rate difference	31.03.2019	Upto 31.03.2018	Exchange rate difference	Charge during the year	Exchange rate difference	Upto 31.03.2019	NET CARRYING AMOUNT
Property, plant and equipment (PPE)											Upto 31.03.2019
Plant and equipment	1.37	(0.07)	2.33	(0.09)	3.53	0.16	(0.01)	0.34	(0.01)	0.48	3.06
Furniture and fittings	0.06	(0.00)	0.01	(0.00)	0.07	0.05	(0.00)	0.01	(0.00)	0.05	0.03
Office Equipment	0.59	(0.03)	0.12	(0.00)	0.67	0.20	(0.01)	0.12	(0.00)	0.31	0.36
TOTAL	2.03	(0.11)	2.46	(0.10)	4.28	0.40	(0.02)	0.47	(0.02)	0.83	3.45

1.2 OTHER INTANGIBLE ASSETS AND INTANGIBLE ASSETS UNDER DEVELOPMENT

DESCRIPTION	GROSS CARRYING AMOUNT (COST)					DEPRECIATION / AMORTISATION					Rs. Crores
	01.04.2019	Exchange rate difference	Additions / Adjustment	Exchange rate difference	31.03.2020	Upto 31.03.2019	Exchange rate difference	Charge during the year	Exchange rate difference	Upto 31.03.2020	NET CARRYING AMOUNT
Intangible assets											31.03.2020
Computer software - Acquired	0.48	0.03	0.17	0.01	0.70	0.11	0.01	0.30	0.01	0.43	0.27
TOTAL	0.48	0.03	0.17	0.01	0.70	0.11	0.01	0.30	0.01	0.43	0.27

1.2 OTHER INTANGIBLE ASSETS AND INTANGIBLE ASSETS UNDER DEVELOPMENT

DESCRIPTION	GROSS CARRYING AMOUNT (COST)					DEPRECIATION / AMORTISATION					Rs. Crores
	01.04.2018	Exchange rate difference	Additions / Adjustment	Exchange rate	31.03.2019	Upto 31.03.2018	Exchange rate difference	Charge during the year	Exchange rate difference	Upto 31.03.2019	NET CARRYING AMOUNT
Intangible assets											31.03.2019
Computer software - Acquired	0.02	(0.00)	0.48	(0.02)	0.48	0.02	(0.00)	0.09	(0.00)	0.11	0.37
TOTAL	0.02	(0.00)	0.48	(0.02)	0.48	0.02	(0.00)	0.09	(0.00)	0.11	0.37

Albonair Automotive Technology Co. Ltd (China)

Notes annexed to and forming part of the standalone financial statements

	As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
1.3 OTHER NON-CURRENT ASSETS (Unsecured, considered good unless otherwise stated)		
a) Others		
i. Other advances (includes prepaid expenses, etc.)	0.31	0.41
	0.31	0.41

	As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
1.4 INVENTORIES		
(a) Raw materials and components	10.23	10.43
(b) Finished goods	7.06	3.36
	17.29	13.79

Albonair Automotive Technology Co. Ltd (China)

Notes annexed to and forming part of the standalone financial statements

	As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
1.5 CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES (Unsecured)		
Considered good		
Related parties	0.14	-
Others	15.12	27.67
	15.26	27.67

Albonair Automotive Technology Co. Ltd (China)**Notes annexed to and forming part of the standalone financial statements**

		As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
1.6	A. CASH AND CASH EQUIVALENTS		
	i) Balance with banks:		
	a) In current accounts	9.01	7.19
		9.01	7.19

Albonair Automotive Technology Co. Ltd (China)**Notes annexed to and forming part of the standalone financial statements**

	As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
1.7 OTHER CURRENT ASSETS (Unsecured, considered good unless otherwise stated)		
(a) Others*	4.64	0.59
	4.64	0.59

* Includes:

- Input tax credit recoverable

- Value Added Tax / Sales Tax

4.64

0.59

Albonair Automotive Technology Co. Ltd (China)
Notes annexed to and forming part of the standalone financial statements

	As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
1.8 EQUITY SHARE CAPITAL		
Authorized, Issued, Subscribed and fully paid up	11.10	11.10
	11.10	11.10

Albonair Automotive Technology Co. Ltd (China)**Notes annexed to and forming part of the standalone financial statements**

1.9 OTHER EQUITY	Note	As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
Foreign Currency Translation Reserve		(1.31)	(1.46)
Retained Earnings		(10.28)	(3.96)
		(11.59)	(5.42)

Albonair Automotive Technology Co. Ltd (China)

Notes annexed to and forming part of the standalone financial statements

	As at March 31, 2020	As at March 31, 2019
	Rs. Crores	Rs. Crores
1.10 NON-CURRENT FINANCIAL LIABILITIES - BORROWINGS		
a) Secured borrowings		
i. Other Loans	3.69	3.30
	3.69	3.30

Notes:

1. These are carried at amortised cost.

Albonair Automotive Technology Co. Ltd (China)**Notes annexed to and forming part of the standalone financial statements**

	As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
1.11 NON-CURRENT PROVISIONS		
a) Others		
i. Product warranties	2.72	3.50
ii. Others (including litigation matters)	-	0.97
	2.72	4.47

Albonair Automotive Technology Co. Ltd (China)
Notes annexed to and forming part of the standalone financial statements

	As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
1.12 CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES		
Trade payables - including acceptances		
a) Total outstanding dues of creditors other than micro enterprises and small enterprises	41.55	38.83
	41.55	38.83

Note:

These are carried at amortised cost.

Albonair Automotive Technology Co. Ltd (China)
Notes annexed to and forming part of the standalone financial statements

	As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
1.13 CURRENT - OTHER FINANCIAL LIABILITIES		
a) Interest accrued but not due on borrowings	1.01	0.73
b) Employee benefits	0.03	0.04
c) Others *	0.48	0.41
	1.52	1.19
* Includes:		
- Accrued expenses / liabilities	0.48	0.41

Note:

These are carried at amortised cost.

Albonair Automotive Technology Co. Ltd (China)**Notes annexed to and forming part of the standalone financial statements**

		As at March 31, 2020 Rs. Crores	As at March 31, 2019 Rs. Crores
1.14	CURRENT PROVISIONS		
	a) Others		
	i. Product warranties	2.23	-
		2.23	-

Albonair Automotive Technology Co. Ltd (China)

Notes annexed to and forming part of the standalone financial statements

2.1 REVENUE FROM OPERATIONS

a) Sale of products

- Engines and gensets

Year ended March 31, 2020 Rs. Crores	Year ended March 31, 2019 Rs. Crores
71.75	70.69
71.75	70.69

Albonair Automotive Technology Co. Ltd (China)**Notes annexed to and forming part of the standalone financial statements**

2.2 OTHER INCOME

	Year ended March 31, 2020	Year ended March 31, 2019
	Rs. Crores	Rs. Crores
a) Other non-operating income		
i. Others	0.09	0.03
	0.09	0.03

Albonair Automotive Technology Co. Ltd (China)**Notes annexed to and forming part of the standalone financial statements**

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

Changes in inventories

- Finished goods and stock-in-trade

Net change

Year ended March 31, 2020 Rs. Crores	Year ended March 31, 2019 Rs. Crores
(3.31)	2.05
(3.31)	2.05

2.4 EMPLOYEE BENEFITS EXPENSE

a) Salaries and wages

b) Contribution to provident and other funds

	Year ended March 31, 2020	Year ended March 31, 2019
	Rs. Crores	Rs. Crores
	5.70	5.23
	1.52	1.44
	7.22	6.67

Albonair Automotive Technology Co. Ltd (China)
Notes annexed to and forming part of the standalone financial statements

2.5 FINANCE COSTS

a) Interest expense

Year ended March 31, 2020 Rs. Crores	Year ended March 31, 2019 Rs. Crores
0.18	0.28
0.18	0.28

2.6 DEPRECIATION AND AMORTISATION EXPENSE

	Year ended March 31, 2020 Rs. Crores	Year ended March 31, 2019 Rs. Crores
A) Property, plant and equipment		
(i) Plant and equipment	0.49	0.34
(ii) Furniture and fittings	0.01	0.01
(iii) Office equipment	0.15	0.12
(A)	0.64	0.47
B) Intangible assets		
(i) Computer software - Acquired	0.30	0.09
(B)	0.30	0.09
(A + B)	0.94	0.56

Albonair Automotive Technology Co. Ltd (China)
Notes annexed to and forming part of the standalone financial statements

2.7 OTHER EXPENSES

	Year ended March 31, 2020	Year ended March 31, 2019
	Rs. Crores	Rs. Crores
(a) Consumption of stores and tools	0.10	0.10
(b) Power and fuel	0.09	0.08
(c) Rent	0.32	0.38
(d) Repairs and maintenance		
- Buildings	0.12	0.10
- Plant and machinery	0.05	0.04
(e) Insurance	0.52	0.49
(f) Rates and taxes, excluding taxes on income	0.14	0.12
(g) Service and product warranties	10.35	5.13
(h) Packing and forwarding charges	0.89	0.84
(i) Selling and administration expenses - net	3.56	2.22
	16.13	9.50

Albonair Automotive Technology Co. Ltd (China)
Notes annexed to and forming part of the Standalone Financial Statements

3.1 Leases

Maturity Analysis of future lease payments

Particulars	Year ended March 31, 2020 Rs in Crores	Year ended March 31, 2019 Rs in Crores
(a) Not later than 1 year	0.20	0.20

Details of rental payment for contracts for which exemption is availed under IND AS 116 on account of the following

Particulars	Year ended March 31, 2020 Rs in Crores
Lease period being less than 12 months from the date of inception of lease	0.32

3.2 Financial Instruments

Capital management

The Company manages its capital to ensure that it will be able to continue as going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance.

The Company monitors the capital structure on the basis of total debt to equity and maturity profile of the overall debt portfolio of the Company.

	March 31, 2020	March 31, 2019
Debt (long-term and short-term borrowings including current maturities)	3.69	3.30
Total Equity	(0.49)	5.68
Debt equity ratio	(7.53)	0.58

The Company is required to comply with certain covenants under the Facility Agreements executed

3.2 Financial Instruments continued...

Interest rate risk management:

The exposure of companys borrowings to interest rate changes at the end of the reporting period are as follows:

	March 31, 2020	March 31, 2019
	Rs.crores	Rs.crores
Variable rate Borrowings	3.69	3.30
	3.69	3.30

Interest rate sensitivity analysis

The sensitivity analysis below has been determined based on the exposure to interest rates at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming that the amount of the liability as at the end of the reporting period was outstanding for the whole year. A 25 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents Management's assessment of the reasonably possible change in interest rates.

If interest rates had been 25 basis points higher/ lower, the Company's profit for the year ended March 31, 2020 would decrease/ increase by Rs. 0.01 crores (2018-19: decrease/ increase by Rs. 0.01 crores). This is mainly attributable to the Company's exposure to interest rates on its variable rate borrowings.

Albonair Automotive Technology Co. Ltd (China)
Notes annexed to and forming part of the Standalone Financial Statements

3.2 Financial Instruments continued...

The table below summarises the maturity profile remaining contractual maturity period at the balance sheet date for its non-derivative financial liabilities based on the undiscounted cash flows.

	Due in 1st year	Due in 2nd to 5th year	Due after 5th year	Rs.crores Total
March 31, 2020				
Trade payables	41.55			41.55
Other financial liabilities	1.52	-		1.52
	43.07	-	-	43.07
March 31, 2019				
Trade payables	38.83			38.83
Other financial liabilities	1.19			1.19
	40.02	-	-	40.02

Albonair Automotive Technology Co. Ltd (China)
Notes annexed to and forming part of the Standalone Financial Statements

3.2 Financial Instruments

Categories of Financial assets and liabilities:

	Rs.crores	
	As at March 31, 2020	As at March 31, 2019
Financial assets		
<u>Measured at amortised cost:</u>		
Cash and cash equivalents	9.01	7.19
Trade Receivables	15.26	27.67
Financial liabilities		
<u>Measured at amortised cost:</u>		
Borrowings	3.69	3.30
Trade Payables	41.55	38.83
Other financial liabilities	1.52	1.19

3.3 Revenue from contracts with customers:

Disaggregated revenue information

Particulars	March 31, 2020	March 31, 2019
	Rs.crores	Rs.crores
Type of goods and service		
a) Sale of products		
- Engines and gensets	71.75	71
Total revenue from contract with customers	71.75	70.69
India	0.90	
Outside India	70.85	70.69
Total revenue from contract with customers	71.75	70.69

Timing of revenue recognition

Particulars	March 31, 2020		March 31, 2019	
	At a point in time	Over a period of time	At a point in time	Over a period of time
- Sale of products and other operating income	71.75	-	70.69	-
Total revenue from contract with customers	71.75	-	70.69	-

Reconciliation of revenue recognised in the statement of profit and loss with the contracted price

Particulars	March 31, 2020	March 31, 2019
	Rs.crores	Rs.crores
Contracted price	71.75	70.69
Revenue from contract with customers	71.75	70.69

Albonair Automotive Technology Co. Ltd (China)**Notes annexed to and forming part of the Standalone Financial Statements****3.4 Related party disclosure****Related Party Transactions - summary****Rs.crores**

		Holding Company		Fellow Subsidiaries		Total	
		2020	2019	2020	2019	2020	2019
	Transactions during the year ended March 31						
1	Purchase of raw materials, components and traded goods	42.58	37.18	-	-	42.58	37.18
2	Sales and services	-	-	0.92	0.00	0.92	0.00

Albonair Automotive Technology Co. Ltd (China)
Notes annexed to and forming part of the Standalone Financial Statements

3.4 Related party disclosure

Related Party balances - summary

Rs.crores

		Holding Company		Fellow Subsidiaries		Total	
	<i>Balances as on March 31</i>	2020	2019	2020	2019	2020	2019
1	Trade receivables	-	-	0.14	-	0.14	-
2	Trade and other payables	44.23	44.22	-	-	44.23	44.22

Albonair Automotive Technology Co. Ltd (China)
Notes annexed to and forming part of the Standalone Financial Statements

3.4 Related party disclosure
Significant Related Party Transactions

Transactions during the year ended March 31	Rs.crores	
	2020	2019
1 Purchase of raw materials, components and traded goods Albonair GmbH	42.58	37.18
2 Sales and services Albonair India	0.92	0.00