



Laan van 's-Gravenmade 74  
2495 AJ Den Haag  
070-2192770

KvK Den Haag 77096134  
BTW nr. NL 860898738B01

## INDEPENDENT AUDITOR'S REPORT

To: The shareholders of SRF Global B.V.

### A. Report on the audit of the financial statements 2022/2023 included in the annual report

We were engaged to audit the accompanying financial statements for the period ended 31 March 2023 of SRF Global B.V. based in Hague.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of SRF Global B.V. for the period ended 31 March 2023 and of its result for the period 1<sup>st</sup> April 2022 up to and including 31 March 2023 in accordance with Part 9 of Book 2 of the Dutch Civil Code.

The financial statements comprise:

- the balance sheet as at 31 March 2023;
- the profit and loss account for the period 1<sup>st</sup> April 2022 up to and including 31 March 2023 and
- the notes comprising a summary of the accounting policies and other explanatory information.

### Basis for our opinion

We conducted our audit in accordance with Dutch law, including the Dutch Standards on Auditing. Our responsibilities under those standards are further described in the 'Our responsibilities for the audit of the financial statements' section of our report.

We are independent of SRF Global B.V. in accordance with the "Verordening inzake de onafhankelijkheid van accountants bij assurance-opdrachten" (ViO, Code of Ethics for Professional Accountants, a regulation with respect to independence) and other relevant independence regulations in the Netherlands. Furthermore we have complied with the "Verordening gedrags- en beroepsregels accountants" (VGBA, Dutch Code of Ethics).

### B. Report on the other information included in the annual report

In addition to the financial statements and our auditor's report thereon, the annual report contains other information that consists of:

- other information as required by Part 9 of Book 2 of the Dutch Civil Code;

We were engaged to read the other information and, based on our knowledge and understanding to be obtained through our audit of the financial statements or otherwise, to consider whether the other information contains material misstatements.

Management is responsible for the preparation of the other information, including the management report in accordance with Part 9 of Book 2 of the Dutch Civil Code and other information as required by Part 9 of Book 2 of the Dutch Civil Code.

By performing these procedures, we comply with the requirements of Part 9 of Book 2 of the Dutch Civil Code and the Dutch Standard 720.



### C. Description of responsibilities regarding the financial statements

#### Responsibilities of management for the financial statements

The management is responsible for the preparation and fair presentation of the financial statements in accordance with Part 9 of Book 2 of the Dutch Civil Code. Furthermore, the management is responsible for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

As part of the preparation of the financial statements, management is responsible for assessing the company's ability to continue as a going concern. Based on the financial reporting framework mentioned, management should prepare the financial statements 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.

Management should disclose events and circumstances that may cast significant doubt on the company's ability to continue as a going concern in the financial statements.

#### Our responsibilities for the audit of the financial statements

Our responsibility is to express an opinion on the financial statements based on conducting the audit in accordance with Dutch law, including the Dutch Standards on Auditing.

Our objective is to plan and perform the audit engagement in a manner that allows us to obtain sufficient and appropriate audit evidence for our opinion.

Our audit has been performed according the Dutch Auditing Standards with a high level of assurance. 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. The materiality affects the nature, timing and extent of our audit procedures and the evaluation of the effect of identified misstatements on our opinion.

We have exercised professional judgement and have maintained professional scepticism throughout the audit, in accordance with Dutch Standards on Auditing, ethical requirements and independence requirements.

For a further explanation of our responsibilities and audit procedures, we refer to the website of the NBA: Koninklijke Nederlandse Beroepsorganisatie van Accountants: <http://www.nba.nl/ENG> algemeen 01.

The Hague, 8th May 2023

IAC Audit & Assurance B.V.

  
drs. S. Ramdas RA

Initials for authentication purposes: 

**SRF GLOBAL B.V.**  
**Amsterdam, The Netherlands**  
**Financial Statements for the year ended 31<sup>st</sup> March 2023**



Address of the Company : Keizersgracht 391 A, 1016EJ Amsterdam  
Chamber of Commerce : Amsterdam  
File number : 343 149 45

**IAC AUDIT  
& ASSURANCE**

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**Balance sheet as at March 31, 2023***(After result appropriation)*

	<u>Notes</u>	<u>31-Mar-2023</u> <u>USD</u>	<u>31-Mar-2022</u> <u>USD</u>
<b>Fixed assets</b>			
<b>Financial fixed assets</b>			
Participations in group companies	3	16,037,330	12,266,780
Receivables from group companies	4	34,981,060	49,587,891
<b>Total fixed assets</b>		<u>51,018,390</u>	<u>61,854,671</u>
<b>Current assets</b>			
Other receivables	5	3,817,965	2,273,937
Receivables from group companies	6	12,093,826	15,712,512
Cash and cash equivalents	7	591,072	249,434
<b>Total current assets</b>		<u>16,502,863</u>	<u>18,235,883</u>
<b>Short-term liabilities and accrued liabilities</b>	8	44,583,216	33,826,787
<b>Balance of current assets less short-term liabilities</b>		<u>(28,080,353)</u>	<u>(15,590,904)</u>
<b>Balance of assets less short-term liabilities</b>		<u>22,938,037</u>	<u>46,263,767</u>
<b>Long-term liabilities</b>	9	30,000,000	52,202,000
<b>Shareholders' equity</b>	10		
Paid up share capital		14,020,050	14,311,409
Currency translation reserve		4,295,614	4,004,255
Other reserves		<u>(25,377,627)</u>	<u>(24,253,897)</u>
		<u>(7,061,963)</u>	<u>(5,938,233)</u>
		<u>22,938,037</u>	<u>46,263,767</u>



**Profit and loss account for the year 2022-23**

	<u>Notes</u>	<u>2022-23</u> USD	<u>2021-22</u> USD
Finance income	11	1,297,262	1,165,592
Finance expense	12	(2,377,757)	(1,474,466)
<b>Gross operating result</b>		<u>(1,080,495)</u>	<u>(308,874)</u>
General and administrative costs	13	(43,233)	(38,212)
<b>Total operating cost</b>		<u>(43,233)</u>	<u>(38,212)</u>
<b>Total operating result</b>		<u>(1,123,728)</u>	<u>(347,086)</u>
Other income/ (expenses)	14	(3)	(2)
<b>Result before taxation</b>		<u>(1,123,730)</u>	<u>(347,088)</u>
Taxation		-	-
<b>Result after taxation</b>		<u>(1,123,730)</u>	<u>(347,088)</u>



## Notes to the Financial Statements

### **1. General**

SRF Global B.V. (the "Company") is a private limited liability company, incorporated on October 20, 2008 under the laws of The Netherlands and has its statutory seat in Amsterdam and its registered address at Keizersgracht 391 A, 1016EJ Amsterdam, The Netherlands.

### **1.1 Activities**

In accordance with its articles of association, the principal activities of the Company are holding and financing activities.

### **1.2 The Financial Year**

The financial year of the Company starts from 1<sup>st</sup> April and ends on 31<sup>st</sup> March.

### **1.3 Group Structure**

The Company is owned by SRF Limited, India.

### **1.4 Consolidation**

In accordance with article 408, Book 2 of The Netherlands Civil Code the Company has not prepared consolidated accounts since the financial information, which would otherwise have been consolidated will be included in the consolidated accounts of its ultimate parent company, Kama Holdings Limited. Accordingly consolidated financials statements of Kama Holdings Limited for the year 2022-23, which includes the financial data of the Company and its directly or indirectly controlled subsidiaries, will be filed with the Chamber of Commerce.

### **1.5 Going concern**

The accounting policies used in these financial statements are based on the expectation that the Company will be able to continue as a going concern.

The Company's ability to continue as a going concern is highly contingent on the willingness and the ability on the part of the group companies to continue the loans granted to them. The group companies have confirmed to continue the said loans. In addition, it is anticipated that sufficient cash will be available for the Company to settle its debts when they become due and to cover its operational expenses.

The Company acts as a holding company and values its investments at cost.

### **1.6 Changes in accounting policies**

During the period under review the accounting policies have not changed.

### **1.7 Estimates**

The preparation of financial statements in conformity with the relevant rules requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. If necessary for the purposes of providing the view required under Section 362(1), Book 2, of the Netherlands Civil Code, the nature of these estimates and judgements, including the related assumptions, is disclosed in the notes to the financial statements relating to the items in question.

## **2. General accounting principles for preparation of the financial statements**

### **2.1 Accounting policies**

The financial statements have been prepared in accordance with Title 9, Book 2, of the Netherlands Civil Code and in accordance with Generally Accepted Accounting Principles in the Netherlands. The financial statements are prepared under the historical cost convention and presented in USD, also the functional currency of the company. Assets and liabilities are valued at cost unless stated otherwise.

SRF Global BV,  
Amsterdam



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## **Notes to the Financial Statements (continued...)**

### **2.2 Translation of foreign currencies**

The annual accounts are presented in USD.

All monetary assets and liabilities denominated in foreign currencies have been translated into US Dollars at the rate of exchange ruling at the balance sheet date whereas non-monetary assets expressed in currencies other than USD are translated at historical rates. All transactions denominated in foreign currencies are translated into US Dollars at the rate of transaction date. Foreign exchange gains and losses arising as a result of the application of the above accounting policies are disclosed in the profit and loss account.

**The exchange rates used at balance sheet date were:**

USD 1 = EUR 0.91954 (March 31, 2022: EUR 0.90082)

### **2.3 Financial fixed assets**

#### **(i) Participations in group companies**

The company applies article 2:408 of the Netherlands Civil Code and makes use of the option to value its participations in group companies at cost, or lower market value.

Participations in group company are stated at cost. In case, invested amount is irrecoverable, provision is made which can be maximum up to the amount invested.

#### **(ii) Receivables from group companies**

Loans and other receivables are recognized initially at fair value and subsequently measured at amortized cost. When a loan or receivable is considered uncollectible, it is written off against the allowance account for receivables.

#### **(iii) Impairment of fixed assets**

Assets with a long life are reviewed for any impairment in value in case of changes or circumstances arising which leads to an indication that the book value of the assets will not be recovered. The recoverability of assets in use is determined by comparing the book value of an asset with the estimated present value of the future net cash flows which the asset is expected to generate. If the book value of an asset exceeds the estimated present value of the future cash flows, impairment is charged to the difference between the book value and the recoverable amount.

### **2.4 Receivables**

Receivables are recognized initially at fair value and subsequently measured at amortized cost. When a receivable is considered uncollectible, it is written off against the allowance account for receivables. If payment of the receivable is postponed under an extended payment deadline, fair value is measured on the basis of the discounted value of the expected revenues. Interest gains are recognised using the effective interest method.

### **2.5 Cash and cash equivalents**

Cash and cash equivalents include cash in hand, bank balances, remittance in transit and deposits, are stated at face value.

### **2.6 Shareholders' equity**

Financial instruments that are designated as equity instruments by virtue of the economic reality are presented under shareholders' equity. Payments to holders of these instruments are shown as appropriation of profits.

Equity share capital consist of ordinary shares.

Financial instruments that are designated as a financial liability by virtue of the economic reality are presented under liabilities. Interest and expenditure with respect to these financial instruments are recognized in the profit and loss as financial expense.

### **2.7 Long-term liabilities**

Long-term liabilities relate to loans with a term longer than one year. The part of the loans that is repaid in the coming financial year, has been included under the short-term liabilities. Long-term liabilities are stated after initial recognition at amortized cost.





**Notes to the Financial Statements (continued...)**

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**2.8 Provisions**

Provisions are created for liabilities which are deemed probable or certain at the balance sheet date, but which are still unknown as to the amount or timing of outflow of funds.

**2.9 Current liabilities**

The current liabilities relate to the liabilities with a duration shorter than or equivalent to one year. These liabilities are valued at nominal value unless stated otherwise.

**2.10 Principles for the determination of the result**

**(i) General**

Income is recognised in the year in which they accrue. Expenses are accounted on the basis as soon as they are foreseeable.

**(ii) Interest income and expenditure**

Interest expense and income is recognised on a time-weighted basis, taking into account the effective interest rate of the assets and liabilities concerned. When recognising interest expense, allowance is made for transaction costs on loans received as part of the calculation of effective interest.

**(iii) Recognition of income and expenses**

Income and expenses are accounted for on an accrual basis.

**(iv) Taxation**

Corporate income tax comprises the current and deferred corporate income tax payable and deductible for the reporting period. Corporate income tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly to equity, in which case it is recognised in equity.

Current tax comprises the expected tax payable on the taxable profit or loss for the financial year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to the tax payable in respect of previous years.

If the carrying values of assets and liabilities for financial reporting purposes differ from their values for tax purposes (tax base), this results in temporary differences. A provision for deferred tax liabilities is recognised for taxable temporary differences. For deductible temporary differences, unused loss carry forwards and unused tax credits, a deferred tax asset is recognised, but only if so far it is probable that taxable profits will be available in the future for offset or compensation.



**Notes to the Financial Statements (continued...)**

Entity Name	Valuation	Place of business	Share in capital	31-Mar-2023	31-Mar-2022
				USD	USD
SRF Industex Belting (Pty) Ltd	Cost	Cato Ridge, South Africa	100%	0.01	0.01
SRF Industries (Thailand) Ltd	Cost	Rayong, Thailand	100%	9,286,354	9,286,354
SRF Nitol (Bangladesh) Ltd	Cost	Bangladesh	80%	-	-
SRF Flexipak (South Africa) (Pty) Ltd	Cost	Cato Ridge, South Africa	100%	13	13
SRF Europe Kft	Cost	Hungary	100%	6,750,963	2,980,413
				<u>16,037,330</u>	<u>12,266,780</u>

The movement in SRF Industex Belting (Pty) Ltd are as follows:

Participation in SRF Industex Belting (Pty) Ltd	2,012,889	2,012,889
Provision for the loss on investments	(2,012,889)	(2,012,889)
	<u>0.01</u>	<u>0.01</u>

Due to change in the operations of SRF Industex Belting Proprietary Limited, provision of USD 2,012,889 has been created. Accordingly, participation interest in SRF Industex Belting (Pty) Ltd has been reduced to USD 0.01. This provision will be maintained until such time when it is clear how the future activities will develop.

On 30 September 2020, the management of the Company has decided to write off the participation interest made in the subsidiary i.e. SRF Nitol Bangladesh limited as the subsidiary is non-operational and will be dissolved in near future.

During the year, loan amount of EUR 3,500,000 (equivalent to USD 3,770,550) has been converted into supplementary payment to cover up the losses of the company.

**4. Receivables from group companies**

i) SRF Industex Belting (Pty) Ltd	3,500,000	2,500,000
ii) SRF Industries (Thailand) Ltd	-	14,952,604
iii) SRF Flexipak (South Africa) (Pty) Ltd	-	-
iv) SRF Europe Kft	31,481,060	32,135,287
	<u>34,981,060</u>	<u>49,587,891</u>

The movements in receivables are as follows:

<b>i) SRF Industex Belting (Pty) Ltd</b>		
Value as of 1 <sup>st</sup> April	5,775,000	3,275,000
Additions during the year	1,000,000	2,500,000
	6,775,000	5,775,000
Repayments during the year	(500,000)	-
Amount receivables within one year	(2,775,000)	(3,275,000)
Value as of 31 <sup>st</sup> March	<u>3,500,000</u>	<u>2,500,000</u>

During the year, the Company has provided an additional loan of USD 1,000,000 to SRF Industex Belting (Pty) Limited.



**Notes to the Financial Statements (continued...)**

	<b>31-Mar-2023</b>	<b>31-Mar-2022</b>
	<b>USD</b>	<b>USD</b>
<b>ii) SRF Industries (Thailand) Ltd</b>		
Value as of 1 <sup>st</sup> April	14,952,604	21,578,560
Additions during the year	-	74,044
	<u>14,952,604</u>	<u>21,652,604</u>
Repayments during the year	<u>(14,952,604)</u>	<u>(6,700,000)</u>
Value as of 31 <sup>st</sup> March	<u>-</u>	<u>14,952,604</u>

During the year 2022-23, the loan amounts of USD 1,878,560 and 13,074,044 has been repaid.

<b>iii) SRF Flexipak (South Africa) (Pty) Ltd</b>		
Value as of 1 <sup>st</sup> April	-	10,495,351
Additions during the year	-	-
	<u>-</u>	<u>10,495,351</u>
Repayments during the year	-	(5,500,000)
Amount receivables within one year*	-	(4,995,351)
Value as of 31 <sup>st</sup> March	<u>-</u>	<u>-</u>

\*Please refer note 6- Receivables from group companies

In the year 2021-22, USD 4,995,351 has been reclassified as short-term since it will be received within a year.  
In the year 2022-23, USD 4,333,376 has been received against the same.

<b>iv) SRF Europe Kft</b>		
Value as of 1 <sup>st</sup> April	32,135,287	35,465,957
Additions during the year	3,714,950	-
	<u>35,850,237</u>	<u>35,465,957</u>
Repayments during the year	-	(1,544,920)
Conversion of loan	(3,770,550)	-
Exchange fluctuation	(598,627)	(1,785,750)
Value as of 31 <sup>st</sup> March	<u>31,481,060</u>	<u>32,135,287</u>

During the year, loan amount of EUR 3,500,000 (equivalent to USD 3,770,550) has been converted into supplementary payment to cover up the losses of the company.

Loans of EUR 2,000,000 and 1,500,000 (equivalent to USD 2,108,000 and 1,606,950) were provided during the year.

<b>5. Other receivables</b>		
Advances*	3,817,068	2,273,200
Prepaid expenses	705	737
VAT receivables	192	-
	<u>3,817,965</u>	<u>2,273,937</u>

\*Advances have been given to the vendor for the supply of machinery to one of the SRF group companies which will be decided in due course of time.



Notes to the Financial Statements (continued...)

	31-Mar-2023	31-Mar-2022
	USD	USD
<b>6. Receivables from group companies</b>		
Interest receivable from SRF Industries (Thailand) Ltd	6,111,123	5,688,297
Interest receivable from SRF Europe Kft	2,521,228	1,753,864
Interest receivable from SRF Industex Belting (Pty) Ltd.	24,500	-
Receivables from SRF Industex Belting (Pty) Ltd	2,775,000	3,275,000
Receivables from SRF Flexipak (South Africa) (Pty) Ltd*	661,975	4,995,351
	<u>12,093,826</u>	<u>15,712,512</u>

\*In the year 2021-22, USD 4,995,351 has been reclassified as short-term since it will be received within a year. In the year 2022-23, USD 4,333,376 has been received against the same.

<b>7. Cash and cash equivalents</b>		
CITI Bank USD		520,690
CITI Bank EUR	EUR 64,719	70,382
		<u>591,072</u>
		<u>249,434</u>

**8. Short-term liabilities and accrued liabilities**

**i) Loan from credit institutions**

**Citi Bank Ltd**

Value as of 1 <sup>st</sup> April	11,046,223	10,001,425
Additions during the year	31,838,414	15,315,200
	42,884,637	25,316,625
Repayment during the year	(30,639,914)	(13,774,920)
Exchange fluctuation	(1,177,723)	(495,482)
Value as of 31 <sup>st</sup> March	<u>11,067,000</u>	<u>11,046,223</u>

The Company has taken uncommitted credit facility from Citi bank to support funding requirement in operating subsidiaries. The credit facility is repayable on demand and has no maturity date. During the year, the Company has taken EUR 6,410,000 (equivalent to USD 6,638,414) and USD 25,200,000 loan facility from CITI bank. Subsequently, the loan amount has been increased by EUR 15,640,000 (equivalent to USD 16,884,637) and USD 26,000,000 out of which EUR 12,360,000 (equivalent to USD 12,139,914) and USD 18,500,000 has been repaid.

**SMBC bank**

Value as of 1 <sup>st</sup> April	-	-
Additions during the year	10,633,000	-
Repayment during the year	-	-
	10,633,000	-
Less: Amount payable within one year	-	-
Exchange fluctuation	242,000	-
Value as of 31 <sup>st</sup> March	<u>10,875,000</u>	<u>-</u>

The Company entered into a loan agreement with SMBC on November 16, 2022 for USD 25,000,000, out of which the Company utilized EUR 10,000,000 (equivalent to USD 10,633,000) during the period.



**Notes to the Financial Statements (continued...)**

	<u>31-Mar-2023</u>	<u>31-Mar-2022</u>
	USD	USD
<b>ii) Loans from related parties</b>		
<b><i>SRF Limited, India</i></b>		
Value as of 1 <sup>st</sup> April	22,500,000	37,500,000
Reclassification as short-term*	<u>22,202,000</u>	<u>22,500,000</u>
Repayment during the year	44,702,000	60,000,000
Exchange fluctuation	<u>(22,500,000)</u>	<u>(37,500,000)</u>
Value as of 31 <sup>st</sup> March	<u>21,750,000</u>	<u>22,500,000</u>
*Please refer note 9- Long from related party		
The loan of USD 7,500,000 and USD 30,000,000 has been paid on 24 December 2021 and 23 March 2022 respectively.		
The remaining loan of USD 22,500,000 has been paid on 24 March 2023.		
<b>iii) Interest payable to credit institutions</b>		
Interest CITI Bank - USD	11,265	96
Interest CITI Bank - EUR	19,840	726
Interest SMBC - EUR	40,727	-
	<u>71,832</u>	<u>822</u>
<b>iv) Interest payable to related party</b>		
Interest SRF Limited - USD	738,221	208,708
Interest SRF Limited - EUR	59,812	61,056
	<u>798,033</u>	<u>269,764</u>
<b>v) Accounts payable</b>		
SRF Limited, India	9,933	9,386
	<u>9,933</u>	<u>9,386</u>
<b>vi) Other current liabilities</b>		
Accrued liabilities	11,418	-
VAT payable	-	592
	<u>11,418</u>	<u>592</u>
<b>Total Short-term liabilities and Accrued liabilities</b>	<u>44,583,216</u>	<u>33,826,787</u>



**Notes to the Financial Statements (continued...)**

	<u>31-Mar-2023</u>	<u>31-Mar-2022</u>
	USD	USD
<b>9. Long term liabilities</b>		
Loans from related parties	30,000,000	52,202,000
	<u>30,000,000</u>	<u>52,202,000</u>
<b>Loans from related parties</b>		
1st loan payable to SRF Limited, India	-	-
2nd loan payable to SRF Limited, India	-	22,202,000
3rd loan payable to SRF Limited, India	30,000,000	30,000,000
	<u>30,000,000</u>	<u>52,202,000</u>

**The movement in financings are as follows:**

**1st loan payable to SRF Limited, India**

Value as of 1 <sup>st</sup> April	-	22,500,000
Additions during the year	-	-
Repayment during the year	-	-
	<u>-</u>	<u>22,500,000</u>
Less: Amount payable within one year	-	(22,500,000)
<b>Value as of 31<sup>st</sup> March</b>	<u>-</u>	<u>-</u>

On 15 March 2021, the Company entered into an intragroup loan agreement of USD 60,000,000 with SRF Limited, India (the 'Shareholder'). Out of which USD 37,500,000 have been repaid during the financial year 2021-22 and balance of USD 22,500,000 have been classified as short term.

**2nd loan payable to SRF Limited, India**

Value as of 1 <sup>st</sup> April	22,202,000	23,450,000
Additions during the year	-	-
Repayment during the year	-	-
	<u>22,202,000</u>	<u>23,450,000</u>
Less: Amount payable within one year	(22,202,000)	-
Exchange fluctuation	-	(1,248,000)
<b>Value as of 31<sup>st</sup> March</b>	<u>-</u>	<u>22,202,000</u>

On 15 March 2021, the Company entered into an intragroup loan agreement of EUR 20,000,000 with SRF Limited, India (the 'Shareholder').

**3rd loan payable to SRF Limited, India**

Value as of 1 <sup>st</sup> April	30,000,000	-
Additions during the year	-	30,000,000
Repayment during the year	-	-
	<u>30,000,000</u>	<u>30,000,000</u>
Less: Amount payable within one year	-	-
<b>Value as of 31<sup>st</sup> March</b>	<u>30,000,000</u>	<u>30,000,000</u>

On 17 March 2022, the Company entered into an intragroup loan agreement of USD 30,000,000 with SRF Limited, India (the 'Shareholder'). The loan shall be repaid in March 2025.



**Notes to the Financial Statements (continued...)**

	<u>31-Mar-2023</u> USD	<u>31-Mar-2022</u> USD
<b>10. Shareholder's equity</b>		
Movement during the year can be summarised as follows:		
<b><u>Paid up share capital</u></b>		
Balance as of 1 <sup>st</sup> April	14,311,409	15,115,870
Translation adjustment	(291,359)	(804,461)
Balance as of 31 <sup>st</sup> March	<u>14,020,050</u>	<u>14,311,409</u>
<b><u>Currency translation reserve</u></b>		
Balance as of 1 <sup>st</sup> April	4,004,255	3,199,794
Translation adjustment	291,359	804,461
Balance as of 31 <sup>st</sup> March	<u>4,295,614</u>	<u>4,004,255</u>
<b><u>Other reserves</u></b>		
Balance as of 1 <sup>st</sup> April	(24,253,897)	(23,906,809)
Result for the period	(1,123,730)	(347,088)
Balance as of 31 <sup>st</sup> March	<u>(25,377,627)</u>	<u>(24,253,897)</u>
<b>Total shareholders equity as at 31<sup>st</sup> March</b>	<u>(7,061,963)</u>	<u>(5,938,233)</u>

The authorised share capital amounts to EUR 20,180,000 divided into 201,800 ordinary shares with a nominal value of EUR 100 each.

The issued and paid-up capital amounts to EUR 12,892,000 divided into 128,920 shares with a nominal value of EUR 100 each.

**Proposed appropriation of result for the financial year 31st March 2023**

The board of directors proposes to the general meeting of shareholders that the result for the financial year 31 March 2023 amounting to USD 1,123,730 (loss) should be transferred to reserves.



Notes to the Financial Statements (continued...)

	2022-23 USD	2021-22 USD
<b>11. Finance income</b>		
<b>i) Interest income:</b>		
Interest income SRF Industries (Thailand) Ltd	422.826	470.849
Interest income SRF Europe Kft	770.620	694.743
Interest income SRF Industex Belting (Pty) Ltd	103.068	-
	<u>1,296,514</u>	<u>1,165,592</u>
<b>ii) Other Similar income:</b>		
Bank interest	748	-
	<u>748</u>	<u>-</u>
<b>Total finance income</b>	<u>1,297,262</u>	<u>1,165,592</u>
<b>12. Finance expenses</b>		
<b>i) Interest expenses:</b>		
Interest expenses CITI Bank Ltd	(212,884)	(115,823)
Interest expenses MUFG Bank Ltd	-	(55,764)
Interest expenses SMBC Loan	(77,873)	-
Interest expenses SRF Limited India	(1,812,235)	(1,123,751)
	<u>(2,102,992)</u>	<u>(1,295,338)</u>
<b>ii) Other Similar expenses:</b>		
Bank charges	(1,296)	(1,204)
Guarantee fees- SRF Limited	(37,576)	(28,403)
Foreign exchange gain/(loss)	(235,893)	(149,521)
	<u>(274,765)</u>	<u>(179,128)</u>
<b>Total finance expenses</b>	<u>(2,377,757)</u>	<u>(1,474,466)</u>
<b>13. General and administrative costs</b>		
Audit fees	(11,419)	(336)
Director's fee	(3,058)	(3,567)
Legal and notary fees	(1,028)	-
Management and domiciliation fees	(22,960)	(27,268)
Rent expense	(737)	(783)
VAT expenses	(4,031)	(6,258)
	<u>(43,233)</u>	<u>(38,212)</u>
<b>14. Other income/ (expenses)</b>		
Rounding off	(3)	(2)
	<u>(3)</u>	<u>(2)</u>





**Notes to the Financial Statements (continued...)**

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**15. Directors**

The Company have two directors during the financial year 2022-23 (previous year: two), one of them receives sitting fees.

**16. Staff members**

During the financial year 2022-23, there were no employees in the Company (previous year: nil).

**17. Subsequent events**

No events, which may substantially effect the financial position of the Company and which are relevant to announce in the annual accounts have occurred after balance sheet date.

Signed on, 08<sup>th</sup> May 2023

  
Ritesh Kumar  
Managing Director (A)



  
Sanjeev Bedi  
Managing Director (B)



**Other information**

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**Profit appropriation according to the Articles of Association**

Based on the Company's articles of association, the result of the Company is at disposal of the general meeting of shareholders.

