



Independent Auditor's Report

TO THE MEMBERS OF Gravita Ventures Limited
Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **Gravita Ventures Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2019, the Statement of Profit and Loss for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in Tanzania, including the specified Accounting Standards. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.





An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, 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 audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2019, and its profit or loss for the year ended on that date

For Swarnkar & Co.
Chartered Accountant
Firm Reg. No.:- 025928C

Deepak Kumar Swarnkar
(Proprietor)
M. No:-424940



Date: 09/05/2019
Place: Jaipur

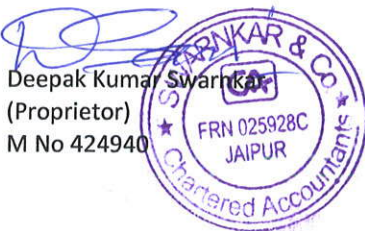
Gravita Ventures Limited
Balance sheet As at March 31, 2019

Amount in TZS

Particulars	Note	As at March 31, 2019	As at March 31, 2018
I. ASSETS			
1 Non - current assets			
(a) Property, Plant and Equipment	1	3,043,315	3,485,664
(b) Financial Assets			
(i) Loans	6	-	6,138,020
(c) Tax Assets (net)	3	-	2,000,000
2 Current assets			
(a) Inventories	4	422,472,471	138,733,415
(b) Financial Assets			
(i) Cash and cash equivalents	5	27,896,706	70,898,772
(c) Other current assets	2	8,990,239	140,357,332
Total Assets		462,402,731	361,613,204
II. EQUITY AND LIABILITIES			
1 Equity			
(a) Equity Share capital	7	20,000,000	20,000,000
(b) Other equity	8	(204,379,481)	(226,113,695)
2 Liabilities			
Non - current liabilities			
3 Current liabilities			
(a) Financial Liabilities			
(i) Trade payables	11	140,687,641	105,213,845
(b) Other current liabilities	10	500,423,327	462,513,053
(c) Provisions	9	556,582	-
(d) Current tax Liabilities (net)	12	5,114,663	-
Total Equity and Liabilities		462,402,731	361,613,204

See accompanying notes to the financial statements
For Swarnkar & Co
Chartered Accountants
FRN 025928C

Deepak Kumar Swarnkar
(Proprietor)
M No 424940



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For and on behalf of the Board of Directors

Manesh Jangir
(Director)

Place: Jaipur
Date: 09/05/2019

Gravita Ventures Limited

Statement of profit and loss for the period ended March 31, 2019

Amount in TZS

Particulars	Note	For the period ended March 31, 2019	For the year ended March 31, 2018
I Revenue from operations	13	2,397,992,085	2,640,393,534
II Total income (II)		2,397,992,085	2,640,393,534
III Expenses:			
(a) Purchases of Stock-in-trade	14	2,439,443,569	2,366,497,151
(b) Changes in inventories of finished goods, Stock-in-trade and work-in-progress	15	(283,739,056)	25,109,633
(c) Employee benefits expense	16	24,847,150	45,315,527
(d) Depreciation and amortisation expense	17	922,350	780,336
(e) Other expenses	18	183,469,194	276,416,778
Total expenses (III)		2,364,943,208	2,714,119,425
IV Profit before tax (II - III)		33,048,877	(73,725,891)
V Tax expense:			
(a) Current tax	17	11,314,663	-
VI Profit for the year (IV - V)		21,734,214	(73,725,891)

See accompanying notes to the financial statements

1-18

For Swarnkar & Co
Chartered Accountants
FRN 025928C

Deepak Kumar Swarnkar
(Proprietor)
M No 424940



For and on behalf of the Board of Directors

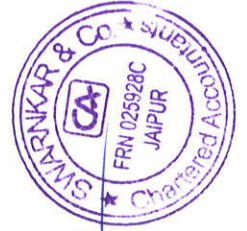

Manesh Jangir
(Director)

Place: Jaipur
Date: 09/05/2019

Gravita Ventures Limited
Notes forming part of the financial statements

Note 1 - Property, Plant and Equipment
As at Mar 31, 2019 and March 31, 2018

Particulars	Plant and equipments	Computer and accessories	Furniture and fixtures	Total
Cost				
As at March 31, 2017	3,324,000	1,306,800	232,000	4,862,800
Additions during the year	-	-	-	-
As at March 31, 2018	3,324,000	1,306,800	232,000	4,862,800
Additions during the year		480,000		480,000
As at March 31, 2019	3,324,000	1,786,800	232,000	5,342,800
Depreciation				
As at March 31, 2017	288,687	285,865	22,247	596,799
Charge for the year	315,780	435,556	29,000	780,336
As at March 31, 2018	604,467	721,422	51,247	1,377,136
Charge for the year	315,780	577,570	29,000	922,350
Deletions				
As at March 31, 2019	920,247	1,298,992	80,247	2,299,485
Net block				
As at March 31, 2019	2,403,753	487,808	151,753	3,043,315
As at March 31, 2018	2,719,533	585,378	180,753	3,485,664
As at March 31, 2017	3,008,220	871,244	203,000	4,082,464



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Gravita Ventures Limited
Notes forming part of the financial statements

Note 2 - Other assets

Particulars	Value in TZS	
	As at March 31, 2019	As at March 31, 2018
Unsecured, considered good		
(a) Current		
Advances to vendors	5,143,880	84,877,217
Advances to employees	-	51,713,325
Prepaid expenses	3,846,359	3,766,791
Total (a)	8,990,239	140,357,332

Note 3 - Tax Assets (Net)

Particulars	Value in TZS	
	As at March 31, 2019	As at March 31, 2018
(a) Non Current		
Advance income tax and tax deducted at source receivables	-	2,000,000
Total (a)	-	2,000,000

Note 4 - Inventories

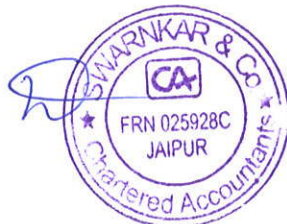
(At lower of cost and net realisable value)

Particulars	Value in TZS	
	As at March 31, 2019	As at March 31, 2018
(a) Stock-in-trade (in respect of goods acquired for trading)	422,472,471	138,733,415
	422,472,471	138,733,415

Note 5 - Cash and cash equivalents

Particulars	Value in TZS	
	As at March 31, 2019	As at March 31, 2018
(a) Cash and cash equivalents		
Balances with banks		
-on current accounts	23,895,899	64,022,119
Cash on hand	4,000,807	6,876,653
Total (a)	27,896,706	70,898,772

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Note 6 - Loans

Particulars	Value in TZS	
	As at March 31, 2019	As at March 31, 2018
(a) Non current, Unsecured, considered good		
(i) Security deposits	-	6,138,020
Total (a)	-	6,138,020

Note 7 - Equity share capital

Particulars	Value in TZS	
	As at March 31, 2019	As at March 31, 2018
(a) Issued, subscribed and fully paid up Equity shares of Rs. 2 each	20,000,000	20,000,000
	20,000,000	20,000,000

Note 8 - Other Equity

Particulars	As at March 31, 2019	As at March 31, 2018
Opening Balance	(226,113,695)	(152,387,804)
1. Profit for the year	21,734,214	(73,725,891)
Total Comprehensive income for the year	(204,379,481)	(226,113,695)
Closing balance	(204,379,481)	(226,113,695)

Note 9 - Provisions

Particulars	Value in TZS	
	As at March 31, 2019	As at March 31, 2018
(a) Other than Long term		
Provision for compensated absences	556,582	-
	556,582	-

Note 10 - Other Liabilities

Particulars	Value in TZS	
	As at March 31, 2019	As at March 31, 2018
(a) Current		
Advance received from Customer-related party	500,423,327	358,506,224
Contractually reimbursable expenses to related parties	-	103,671,064
-Statutory remittances*	-	335,765
	500,423,327	462,513,053



Note 11 - Trade payables

Particulars	Value in TZS	
	As at March 31, 2019	As at March 31, 2018
Outstanding dues to Micro and Small enterprises		
Outstanding dues to parties other than Micro and Small enterprises	140,687,645	105,213,845
Sundry creditors	11,866,167	105,213,845
Sundry creditors Related Party	128,249,348	-
Employee & Workers related payables (including flexi, Bonus, etc.)	572,130	-
	140,687,645	105,213,845
Current	140,687,641	105,213,845

Note 12 - Tax Liabilities (Net)

Particulars	Value in TZS	
	As at March 31, 2019	As at March 31, 2018
Tax liabilities		
Provision for taxation	5,114,663	-
	5,114,663	-

Note 13 - Revenue from operations

Particulars	Value in TZS	
	For the period ended March 31, 2019	For the year ended March 31, 2018
(a) Sale of products (including excise duty)		
Traded goods	2,397,992,085	2,640,393,534
Total	2,397,992,085	2,640,393,534
Revenue from operations	2,397,992,085	2,640,393,534

Note 14 - Purchase of stock-in-trade

Particulars	Value in TZS	
	For the period ended March 31, 2019	For the year ended March 31, 2018
Others	2,439,443,569	2,366,497,151
	2,439,443,569	2,366,497,151



Note 15 - Changes in inventory of finished goods, work-in-progress and stock-in-trade

Value in TZS

Particulars	For the period ended	For the year ended
	March 31, 2019	March 31, 2018
Opening stock		
Stock-in-trade	138,733,415	163,843,048
Less: Closing stock		
Stock-in-trade	422,472,471	138,733,415
Net increase/ (decrease) in inventory of finished goods, work-in-progress and stock-in-trade	(283,739,056)	25,109,633
	(283,739,056)	25,109,633

Note 16 - Employee benefits expense

Value in TZS

Particulars	For the period ended	For the year ended
	March 31, 2019	March 31, 2018
(i) Salaries and wages	17,059,923	35,841,431
(ii) Contribution to provident and other funds	104,400	2,298,186
(iii) Staff welfare expenses	7,682,827	7,175,909
	24,847,150	45,315,527

Note 17 - Depreciation and amortisation expense

Value in TZS

Particulars	For the period ended	For the year ended
	March 31, 2019	March 31, 2018
(a) Depreciation of Property, Plant and Equipment	922,350	780,336
	922,350	780,336



Note 18 - Other expenses

Particulars	Value in TZS	
	For the period ended	For the year ended
	March 31, 2019	March 31, 2018
Power and fuel	340,000	700,000
Rates and taxes	5,304,497	8,224,935
Legal and professional	7,192,497	16,669,725
-Plant & machinery	2,646,652	287,300
-Buildings	65,000	1,045,215
-Others	4,890,851	6,954,078
Freight and forwarding	111,144,333	132,878,008
Travelling and conveyance	43,918,572	36,502,216
Rent	46,017,480	57,284,621
Advertising and sales promotion	13,352,027	300,000
Communication	2,577,226	848,550
Printing and stationery	721,986	275,550
Payment to auditors	160,779	-
Written off/provision for doubtful trade receivables, loans and	-	(209,763)
Net loss on foreign currency transactions and translation	(64,267,689)	6,051,266
Bank charges	8,751,946	8,563,978
Vehicle hire expenses	360,000	-
Vehicle running expenses	160,000	-
Miscellaneous expenses	133,037	41,099
	183,469,194	276,416,778

Note 19 - Tax expense

Particulars	Value in TZS	
	For the period ended	For the year ended
	March 31, 2019	March 31, 2018
(a) Current Tax		
Current tax expense	9,314,663	-
Short provision for tax relating to prior years	2,000,000	-
Income tax recognised in Profit and Loss	11,314,663	-

See accompanying notes to the financial statements

For Swarnkar & Co

Chartered Accountants

FRN 025928C


Deepak Kumar Swarnkar
(Proprietor)

M No 424940

Place: Jaipur

Date: 09/05/2019

For and on behalf of the Board of Directors


 Manesh Jangir
(Director)