



**Independent Auditor's Report**

**TO THE MEMBERS OF Gravita Neatherlands B.V.**

**Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of **Gravita Neatherlands B.V.** ("the Company"), which comprise the Balance Sheet as at 31st March, 2020, the Statement of Profit and Loss for the year then ended, and a summary of the significant accounting policies and other explanatory information.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI, our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Firm in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India.

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

**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 Neatherlands, 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.

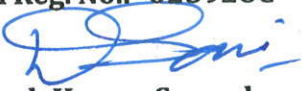
An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud 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, 2020, 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**  
**UDIN: 20424940AAAAFK7338**



**Date: 18-06-2020**  
**Place: Jaipur**





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**Gravita Netherlands B.V.**  
**Statement of profit and loss For the year ended Mar 31, 2020**

Particulars	Note	(Rs. In Lacs)	
		For the year ended Mar 31, 2020	For the year ended March 31, 2019
I Revenue from operations		-	-
II Other income	10	759.90	1,313.11
III Total income		<b>759.90</b>	<b>1,313.11</b>
IV Expenses:			
(a) Finance costs	11	166.49	46.23
(b) Other expenses	12	222.09	607.64
<b>Total expenses</b>		<b>388.58</b>	<b>653.87</b>
V Profit before tax		371.32	659.24
VI Tax expenses		-	-
VII Profit for the year		<b>371.32</b>	<b>659.24</b>
VIII Other comprehensive income (OCI)			
Items that may be reclassified to profit or loss			
Exchange differences in translating the financial statements of foreign operations		74.08	61.41
<b>Other comprehensive income</b>		<b>74.08</b>	<b>61.41</b>
IX Total comprehensive income for the year		<b>445.40</b>	<b>720.65</b>

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

Deepak Kumar Swarnkar  
(Proprietor)  
M.No. 424940



Place:- Jaipur

For and on behalf of the Board of Directors  
Gravita Netherlands B.V.

Rajat Sharma  
(Director)

# Gravita Netherlands B.V.

## Statement Of Changes In Equity For The Period Ended March 31,2020

### 7. Other Equity

(Rs. In Lacs)

Particulars	Other equity				Attributable to owners of the parent	Total
	Reserves and surplus		Items of OCI			
	Securities premium account	Surplus in Statement of Profit and Loss	Foreign currency translation reserve			
<b>Balance as at March 31, 2018</b>						
1. Profit for the year	757.10	2,278.64	15.71		3,051.45	3,051.45
2. Other comprehensive income for the year, net of income tax	-	659.24	-		659.24	659.24
<b>Total comprehensive income for the year</b>	-	-	61.41		61.41	61.41
<b>Balance as at March 31, 2019</b>						
1. Profit for the year	757.10	2,937.88	77.12		3,772.10	3,772.10
2. Other comprehensive income for the year, net of income tax	-	371.32	-		371.32	371.32
<b>Total comprehensive income for the year</b>	-	-	74.08		74.08	74.08
<b>Balance as at March 31,2020</b>						
	757.10	3,309.20	151.20		4,217.50	4,217.50



**Gravita Netherlands B.V.**  
**Notes forming part of the financial statements**

**Note 4 - Financial assets - Others**

Particulars	(Rs. In Lacs)	
	As at Mar 31, 2020	As at March 31, 2019
<b>Current</b>		
Other Contractual receivables from related parties	547.62	363.43
<b>Total</b>	<b>547.62</b>	<b>363.43</b>

**Note 5 - Equity share capital**

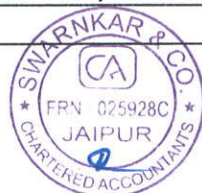
Particulars	(Rs. In Lacs)	
	As at March 31, 2019	As at March 31, 2019
<b>Authorised</b>		
Equity shares	73.13	73.13
	<b>73.13</b>	<b>73.13</b>
<b>Issued, subscribed and fully paid up</b>		
Equity shares	14.63	14.63
<b>Total</b>	<b>14.63</b>	<b>14.63</b>

**Note 6 - Non - current financial liabilities - Borrowings (at amortised cost)**

Particulars	(Rs. In Lacs)	
	As at Mar 31, 2020	As at March 31, 2019
<b>Secured</b>		
<b>Term loans from banks</b>		
-Term Loan	1,340.43	1,677.18
'Less:-		
Loan processing fees	-60.38	-73.87
<b>Term loan</b>		
-From related party	1,574.31	180.61
<b>Total</b>	<b>2,854.36</b>	<b>1,783.92</b>

**Note 8 - Trade payables**

Particulars	(Rs. In Lacs)	
	As at Mar 31, 2020	As at March 31, 2019
Outstanding dues to parties other than Micro and Small enterprises	251.81	235.91
Sundry Creditors	15.39	11.51
Sundry Creditors Related Party	236.42	224.40
<b>Total</b>	<b>251.81</b>	<b>235.91</b>



**Gravita Netherlands B.V.**  
**Notes forming part of the financial statements**

**Note 9- Other financial liabilities**

(Rs. In Lacs)

Particulars	As at Mar 31, 2020	As at March 31, 2019
<b>Current</b>		
Current maturities of long terms debt	487.43	111.80
	<b>487.43</b>	<b>111.80</b>

**Note 10 - Other income**

(Rs. In Lacs)

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2019
<b>Interest income</b>		
Interest income earned on financial assets that are not designated as at fair value through profit and loss		
(a) On bank deposits (at amortised cost)	-	-
(b) On income tax refunds	-	-
On other financial assets carried at amortised cost	84.45	47.71
<b>Dividend Income</b>		
Dividends from equity investments	673.51	1,265.40
Gain on foreign currency exchange fluctuation (net)	1.94	-
<b>Total</b>	<b>759.90</b>	<b>1,313.11</b>

**Note 11 - Finance cost**

(Rs. In Lacs)

Particulars	For the year ended Mar 31, 2020	For the year March 31, 2019
Interest costs on		
Borrowings	126.34	29.99
Other borrowing costs	40.15	16.24
	<b>166.49</b>	<b>46.23</b>

**Note 12 - Other expenses**

(Rs. In Lacs)

Particulars	For the year ended Mar 31, 2020	For the year March 31, 2019
Legal and professional	18.05	26.68
Payment to auditors	12.84	0.10
Corporate guarantee expenses	12.36	-
Bank charges	1.39	2.08
Loss on sale of Investment	167.10	472.45
Miscellaneous expenses	10.35	106.33
<b>Total</b>	<b>222.09</b>	<b>607.64</b>



**Gravita Netherlands B.V.****Notes forming part of the financial statements****Note 1 - Non-current investments****(Rs. In Lacs)**

Particulars	As at Mar 31, 2020	As at March 31, 2019
<b>Investment in equity instruments (valued at cost) (Unquoted, in subsidiary companies)</b>		
Gravita Mozambique LDA	506.32	378.82
Gravita Senegal S.A.U.	456.20	456.20
Gravita Nicaragua S.A.	435.61	435.61
Recylers Gravita Costarica SA	131.59	131.60
Gravita Ventures	6.21	6.21
Gravita Cameroon Ltd	-	72.19
Gravita Mali	13.07	13.07
Gravita USA Inc	166.60	144.83
Gravita Jamacia Ltd.	186.74	186.74
Navam Lanka Limited	617.42	617.43
Gravita Tanzania Ltd	183.19	183.19
Investment in equity instruments-Others	-	-
Recylers Ghana Limited	488.91	488.91
Mozamabique Recyclers Lda	6.37	6.37
Gravita Peru SAC	7.34	7.34
Gravita Dominican SAS-Investment	30.07	12.69
<b>Total investments in subsidiaries</b>	<b>3,235.64</b>	<b>3,141.20</b>

**Note 2 - Loans****(Rs. In Lacs)**

Particulars	As at March 31, 2019	As at March 31, 2019
<b>Non current, Unsecured, considered good</b>		
Security deposits	-	-
Loan to related parties	3,995.21	2,872.88
Less : Allowance for bad and doubtful loans	0.00	-426.61
Loans to directors and other officers	-	-
<b>Total</b>	<b>3,995.21</b>	<b>2,446.27</b>

**Note 3 - Cash and cash equivalents****(Rs. In Lacs)**

Particulars	As at March 31, 2019	As at March 31, 2019
<b>Cash and cash equivalents</b>		
Balances with banks on current accounts	6.29	138.46
<b>Total</b>	<b>6.29</b>	<b>138.46</b>

