



Independent Auditor's Report
Prepared for Consolidation Purposes

From: Swarnkar & Co.

Subject: Component Audit of Gravita Tanzania Limited for the year ended 31st March, 2020

To: R Sogani & Associates, Jaipur, India

We have audited, for the purpose of your audit of the consolidated financial statements of **Gravita Global PTE Limited**, the accompanying Balance Sheet of **Gravita Tanzania Limited** as at 31st March 2020, and Profit & Loss A/c and other reconciliations and information (all collectively referred to as the Fit For Consolidation (FFC) Accounts)

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and presentation of the FFC Accounts in accordance with accounting policies generally accepted in India. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the FFC Accounts that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances. The FFC Accounts has been prepared solely to enable Gravita India Limited to prepare its consolidated financial statements.

Auditor's Responsibility

Our responsibility is to express an opinion on the FFC Accounts based on our audit. we conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards on Auditing require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the FFC Accounts are free from material misstatement.





Swarnkar & Co

Chartered Accountants

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the FFC Accounts. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the FFC Accounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of the FFC Accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, made by management, as well as evaluating the overall presentation of the FFC Accounts.

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

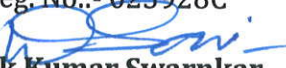
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the accompanying FFC Accounts for **Gravita Tanzania Limited** as of **31st March, 2020** and for the year then ended has been prepared, in all material respects, in accordance with accounting principles generally accepted in India.

Restriction on Use and Distribution

These FFC Accounts have been prepared for purposes of providing information to **Gravita Global Pte Ltd.** to enable it to prepare the consolidated financial statements of the Group. As a result, these FFC Accounts are not a complete set of financial statements of Gravita Global Pte Ltd. in accordance with the accounting principles generally accepted in India and is not intended to give a true and fair view of the financial position of **Gravita Tanzania Limited** as of **31st March 2020**, and of its financial performance, in accordance with the accounting principles generally accepted in India. The financial information may, therefore, not be suitable for another purpose.

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


Deepak Kumar Swarnkar
(Proprietor)
M. No:-424940
Date: 19-06-2020
UDIN: 20424940AAAAEP1284



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Gravita Tanzania Limited
Balance Sheet As At Mar 31 ,2020

(INR In lacs)			
Particulars	Note	As at Mar 31, 2020	As at March 31, 2019
I. ASSETS			
1 Non - current assets			
(a) Property, Plant and Equipment	2	1,512.23	156.70
(b) Capital work-in-progress		12.73	763.42
(c) Financial Assets			
(i) Loans	3	5.63	16.43
(d) Other non current assets		-	121.57
		1,530.59	1,058.12
2 Current assets			
(a) Inventories	5	1,477.53	512.76
(b) Financial Assets			
(i) Trade receivables	19	0.12	-
(i) Cash and cash equivalents	6	169.63	58.89
(c) Other current assets	4	24.19	152.31
		1,671.47	723.96
Total Assets		3,202.06	1,782.08
II. EQUITY AND LIABILITIES			
1 Equity			
(a) Equity Share capital	7	183.19	183.19
(b) Other equity		722.78	(6.22)
Equity attributable to owners of the Company		905.97	176.97
2 Liabilities			
Non - current liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	518.79
(b) Provisions	8	1.02	0.93
		1.02	519.72
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	-
(i) Trade payables	9	324.12	416.72
(b) Other current liabilities	10	1,970.96	668.67
		2,295.08	1,085.39
Total Liabilities		2,296.10	1,605.11
Total Equity and Liabilities		3,202.07	1,782.08

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 Tanzania Ltd.

Manesh Jangir
(Director)



Gravita Tanzania Limited
Statement of profit and loss for the period ended March 31, 2020

(INR In lacs)

Particulars	Note	For the year ended Mar 31, 2020	For the year ended March 31, 2019
I Revenue from operations	11	5,671.27	-
II Other income	12	9.22	-
III Total income (I + II)		5,680.49	-
IV Expenses:			
(a) Cost of materials consumed	13	4,477.77	-
(b) Excise duty			
(c) Changes in inventories of finished goods, Stock-in-trade and work-in-progress	14	(475.94)	-
(d) Employee benefits expense	15	263.01	-
(e) Finance costs	16	21.68	-
(f) Depreciation and amortisation expense	17	86.60	-
(g) Other expenses	18	533.11	-
Total expenses (IV)		4,906.23	-
V Share of profit of associates			
VI Profit before tax (III - IV + V)		774.26	-
VII Tax expense:			
(a) Current tax		-	-
(b) Deferred tax charge		-	-
VIII Profit for the year (VI - VII)		774.26	-
IX Other comprehensive income (OCI)			
(a) Items that may be reclassified to profit or loss			
Exchange differences in translating the financial statements of foreign operations		(45.26)	(6.20)
Income tax relating to items that may be reclassified to profit or loss			
X Total comprehensive income for the year (VIII + IX)		729.00	(6.20)

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 Tanzania Ltd.

Manesh Jangir
(Director)

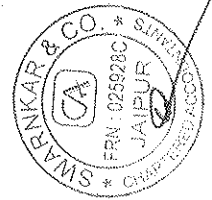
Gravita Tanzania Limited

Statement of changes in equity for the year ended March 31, 2020

1 Other equity

(INR In lacs)

Particulars	Other equity		Attributable to owners of the parent	Total
	Surplus in Statement of Profit and Loss	Foreign currency translation reserve		
Balance as at March 31, 2018	-	(0.02)	(0.02)	(0.02)
1 Profit for the year	-	-	-	-
2 Other comprehensive income for the year, net of income tax	-	(6.20)	(6.20)	(6.20)
Total comprehensive income for the year	-	(6.20)	(6.20)	(6.20)
Balance as at March 31, 2019	-	(6.22)	(6.22)	(6.22)
1. Profit for the year	774.26	-	774.26	774.26
2. Other comprehensive income for the year, net of income tax	-	(45.26)	(45.26)	(45.26)
Total comprehensive income for the year	774.26	(45.26)	729.00	729.00
Balance as at March 31, 2020	774.26	(51.48)	722.78	722.78



Gravita Tanzania Limited
Notes forming part of the financial statements

Note 2 - Property, Plant and Equipment
As at March 31, 2019 and March 31, 2020

Particulars	(INR In lacs)								Total	
	Freehold land	Buildings	Plant and equipments	Office Equipment	Computer and accessories	Furniture and fixtures	Vehicles			
Cost										
As at March 31, 2018	1.45	-	-	-	-	-	-	-	-	1.45
Additions during the year	116.10	16.76	12.37	1.42	0.75	0.21	13.51	-	-	161.12
Disposals/ Adjustments	-	-	-	-	-	-	-	-	-	-
Translation difference	-2.12	-0.31	-0.23	-0.03	-0.01	-	-0.25	-	-	-2.95
As at March 31, 2019	115.43	16.45	12.14	1.39	0.74	0.21	13.26	0.21	13.26	159.62
Additions during the year	41.39	517.95	758.94	17.76	3.69	6.99	1.44	6.99	1.44	1,348.16
Disposals/ Adjustments	-	-1.95	-1.00	-	-	-0.27	-	-0.27	-	-3.22
Translation difference	13.99	35.12	50.41	1.29	0.31	0.46	1.39	0.46	1.39	102.97
As at March 31, 2020	170.81	567.57	820.49	20.44	4.74	7.39	16.09	7.39	16.09	1,607.53
Depreciation										
As at March 31, 2018	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	0.24	0.19	0.11	0.08	0.01	2.33	0.01	2.33	2.96
Deletions	-	-	-	-	-	-	-	-	-	-
Translation difference	-	-	-	-	-	-	-0.04	-	-0.04	-0.04
As at March 31, 2019	-	0.24	0.19	0.11	0.08	0.01	2.29	0.01	2.29	2.92
Charge for the year	-	18.67	60.73	2.69	0.49	0.54	3.47	0.54	3.47	86.59
Deletions	-	-0.06	-0.04	-	-	-0.03	-	-0.03	-	-0.13
Translation difference	-	1.23	3.96	0.19	0.04	0.03	0.47	0.03	0.47	5.92
As at March 31, 2020	-	20.08	64.84	2.99	0.61	0.55	6.23	0.55	6.23	95.30
Net block										
As at March 31, 2020	170.81	547.49	755.65	17.45	4.13	6.84	9.86	6.84	9.86	1,512.23
As at March 31, 2019	115.43	16.21	11.95	1.28	0.66	0.20	10.97	0.20	10.97	156.70



Gravita Tanzania Limited
Notes forming part of the financial statements

Note 3 - Loans

Particulars	(INR In lacs)	
	(INR In lacs)	
	As at Mar 31, 2020	As at March 31, 2019
Non current, Unsecured, considered good Security deposits	5.63	16.43
Total	5.63	16.43

Note 4 - Other assets

Particulars	(INR In lacs)	
	As at Mar 31, 2020	As at March 31, 2019
	(a) Current	
Advances to vendors	15.46	128.40
Advances to employees	2.77	23.50
Prepaid expenses	5.96	0.41
Total (b)	24.19	152.31

Note 5 - Inventories

(At lower of cost and net realisable value)

Particulars	(INR In lacs)	
	As at Mar 31, 2020	As at March 31, 2019
	(a) Raw materials and bought out components	828.61
Goods-in-transit	8.82	70.05
(b) Work-in-progress	369.01	-
(c) Finished goods (other than those acquired for trading)	29.58	-
Goods-in-transit	77.35	-
(d) Stock-in-trade (in respect of goods acquired for trading)	-	-
(b) Stores and spares	83.40	34.65
(c) Consumables	80.76	9.53
	1,477.53	512.76
Less : Write down of inventory to net realisable value	-	-
	1,477.53	512.76



Gravita Tanzania Limited
Notes forming part of the financial statements

Note 6 - Cash and cash equivalent

Particulars	(INR In lacs)	
	As at Mar 31, 2020	As at March 31, 2019
Cash and cash equivalents		
Balances with banks		
-on current accounts	166.74	57.88
Cash on hand	2.89	1.01
Total	169.63	58.89

Note 7 - Equity share capital

Particulars	(INR In lacs)	
	As at Mar 31, 2020	As at March 31, 2019
Authorised		
5,00,000(Previous Year 10000 shares) Equity shares of 2240 TZS each	11,200 TZS	11,200 TZS
	11,200 TZS	11,200 TZS
Issued, subscribed and fully paid up	183.19	183.19
Total	183.19	183.19

Note 8 - Provisions

Particulars	(INR In lacs)	
	As at Mar 31, 2020	As at March 31, 2019
Long - term		
Provision for compensated absences	1.02	0.93
	1.02	0.93

Note 9- Trade payables

Particulars	(INR In lacs)	
	As at Mar 31, 2020	As at March 31, 2019
Outstanding dues to Micro and Small enterprises	-	-
Outstanding dues to parties other than Micro and Small enterprises	324.12	416.72
Sundry creditors	134.13	5.47
Sundry creditors Related Party	184.46	411.25
Employee & Workers related payables	5.53	-
	324.12	416.72

Note 10 - Other Liabilities

Particulars	(INR In lacs)	
	As at Mar 31, 2020	As at March 31, 2019
Current		
Advance received from customers	34.74	-
Advance received from Customer-related party	1,936.22	668.67
	1,970.96	668.67



Gravita Tanzania Limited
Notes forming part of the financial statements

Note 19 - Trade receivables

Particulars	(INR In lacs)	
	As at Mar 31, 2020	As at March 31, 2019
Secured (Considered good)	-	-
Unsecured, considered good	0.12	-
	0.12	-
Current	0.12	-
Non-current		



Note 11 - Revenue from operations

Particulars	(INR In lacs)	
	For the year ended Mar 31, 2020	For the year ended March 31, 2019
(a) Sale of products (including excise duty) Manufactured goods	- 5,671.27	- -
Total	5,671.27	-
Revenue from operations	5,671.27	-

Note 12 - Other income

Particular	(INR In lacs)	
	For the year ended Mar 31, 2020	For the year ended March 31, 2019
(b) Other non-operating income Miscellaneous income	-0.02	-
(c) Other gains and losses Gain on foreign currency exchange fluctuation (net)	9.24	-
Total	9.22	-



Gravita Tanzania Limited
Notes forming part of the financial statements

Note 13 - Cost of material consumed

Particulars	(INR In lacs)	
	For the year ended Mar 31, 2020	For the year ended March 31, 2019
Raw materials and bought out components consumed	4,477.77	-
	4,477.77	-

Note 14 - Changes in inventory of finished goods, work-in-progress and stock-in-trade

Particulars	(INR In lacs)	
	For the year ended Mar 31, 2020	For the year ended March 31, 2019
Opening stock		
Finished goods	-	-
Work-in-progress	-	-
Stock-in-trade	-	-
Less: Closing stock		
Finished goods	106.93	-
Work-in-progress	369.01	-
Stock-in-trade	-	-
Net increase/ (decrease) in inventory of finished goods, work-in-progress and stock-in-trade	(475.94)	-



Note 15 - Employee benefits expense

Particulars	(INR In lacs)	
	For the year ended Mar 31, 2020	For the year ended March 31, 2019
(i) Salaries and wages	234.78	-
(ii) Contribution to provident and other funds	8.88	-
(iii) Share-based payments to employees	-	-
(iv) Staff welfare expenses	19.35	-
	263.01	-

Note 16 - Finance cost

Particulars	(INR In lacs)	
	For the year ended Mar 31, 2020	For the year ended March 31, 2019
(a) Interest costs on - Borrowings	21.68	-
	21.68	-

Note 17 - Depreciation and amortisation expense

Particulars	(INR In lacs)	
	For the year ended Mar 31, 2020	For the year ended March 31, 2019
(a) Depreciation of Property, Plant and Equipment	86.60	-
	86.60	-

Note 18 - Other expenses

Particulars	(INR In lacs)	
	For the year ended Mar 31, 2020	For the year ended March 31, 2019
Power and fuel	53.77	-
Rates and taxes	1.04	-
Legal and professional	4.65	-
Repairs and maintenance	-	-
-Plant & machinery	64.93	-
-Buildings	5.91	-
-Others	10.93	-
Freight and forwarding	246.20	-
Travelling and conveyance	59.33	-
Insurance	0.96	-
Rent	19.14	-
Advertising and sales promotion	16.60	-
Communication	4.93	-
Printing and stationery	1.23	-
Payment to auditors	1.12	-
Loss on property plant and equipment discarded/scrap/written off	3.09	-
Bank charges	11.92	-
Vehicle hire expenses	3.01	-
Vehicle running expenses	5.04	-
Miscellaneous expenses	19.31	-
	533.11	-

