

Elgi Rubber Company LLC, USA
Balance Sheet as at March 31, 2019

Rs. In Million

Particulars	Notes	March 31, 2019	March 31, 2018
ASSETS			
Non-current assets			
Property, plant and equipment		56.39	55.46
Intangible assets		24.86	39.86
Goodwill on Consolidation		101.87	101.87
Capital work in progress			0.54
Financial assets			
Other non-current financial asset	2	5.51	5.46
Deferred tax asset (Net)	3	12.87	11.33
Other non-current assets	4	17.41	14.02
Total non-current assets		218.91	228.54
Current assets			
Inventories	5	287.21	249.82
Financial assets			
Trade receivables	6	88.09	66.27
Cash and cash equivalents	7	6.49	5.23
Other loans and receivables	8	0.77	16.26
Other current assets	9	5.07	6.96
Total current assets		387.63	344.54
Total Assets		606.54	573.08
EQUITY AND LIABILITIES			
Equity			
Equity share capital	10	242.10	227.65
Other equity	11	-216.04	-109.21
Total equity		26.06	118.44
Liabilities			
Non-current liabilities			
Financial liabilities			
Borrowings	12	29.49	29.49
Total non-current liabilities		29.49	29.49
Current liabilities			
Financial liabilities			
Borrowings	13	249.02	227.63
Trade payables	14	240.43	129.09
Short Term Provisions	15	14.92	4.64
Other current liabilities	16	46.62	63.79
Total current liabilities		550.99	425.15
Total liabilities		580.48	454.64
Total Equity and Liabilities		606.54	573.08

Significant accounting policies

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

Elgi Rubber Company LLC, USA

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

Rs. In Million

Particulars	Notes	March 31, 2019	March 31, 2018
Continuing Operations			
A Income			
Revenue from operations	17	509.83	469.68
Other income	18	0.41	-0.52
Total income		510.24	469.16
B Expenses			
Cost of materials consumed	19	225.88	162.61
Purchase of stock in trade	20	53.26	90.04
Changes in inventories of finished goods	21	-19.74	-13.84
Employee Benefits Expense	22	158.31	150.51
Depreciation and amortisation expense	23	11.87	10.82
Other expenses	24	111.64	86.32
Finance costs	25	23.89	20.62
Total expenses		565.11	507.08
C Profit before exceptional items and tax		-54.87	-37.92
Exceptional items		-	-
D Profit before tax from continuing operations		-54.87	-37.92
Income tax expense			
Current tax		-	-
Deferred tax charge/ (credit)		-0.12	-2.48
Profit for the year		-54.75	-35.44

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

Elgi Rubber Company LLC, USA

Notes to Financial Statements for the year ended March 31, 2019

Rs. In Million

Note	Particulars	March 31, 2019	March 31, 2018
2	Other non-current financial asset		
	Security Deposits	5.51	5.46
		5.51	5.46
3	Non-current assets- Deferred tax asset (Net)		
	Expenses allowable for tax purposes when paid	12.87	10.94
	Carried forward losses	-	0.39
		12.87	11.33
4	Other Non Current Assets		
	Capital advance	17.29	13.91
	Advance income-tax	0.12	0.11
	Advance recoverable in cash or in kind or for value to be received		0.00
		17.41	14.02
5	Inventories		
	Raw Materials	92.42	75.97
	Work-in-progress	8.11	20.15
	Finished products	91.85	87.83
	Stock-in-trade	92.00	62.28
	Stores and spares	2.83	3.59
		287.21	249.82
6	Trade receivables		
	Outstanding for a period less than six months from the date they are due for payment		
	Unsecured, considered good	88.09	66.27
		88.09	66.27
7	Cash and cash equivalents		
	Cash on hand	0.10	0.07
	Balances with banks	6.39	5.16
		6.49	5.23
8	Other Loans and Receivables		
	Due from subsidiary company	-	16.26
	Loans to employees	0.77	-
		0.77	16.26
9	Other current assets		
	Prepaid expenses	0.00	5.85
	Others	5.07	1.11
		5.07	6.96
10	Capital		
	Issued, Subscribed and fully paid up capital	242.10	227.65
		242.10	227.65
11	Other Equity		
	General Reserve	-26.09	-26.09
	Foreign currency translation reserve	-35.32	16.76
	Retained earnings	-154.63	-99.88
		-216.04	-109.21

Elgi Rubber Company LLC, USA

Notes to Financial Statements for the year ended March 31, 2019

Rs. In Million

Note	Particulars	March 31, 2019	March 31, 2018
	a) General Reserve		
	Balance at the beginning of the year	-26.09	-26.09
	Additions/ (deductions) during the year	0.00	0.00
	Balance at the end of the year	-26.09	-26.09
	b) Foreign currency translation reserve		
	Balance at the beginning of the year	16.76	7.28
	Additions/ (deductions) during the year	-52.08	9.48
	Balance at the end of the year	-35.32	16.76
	c) Retained earnings		
	Balance at the beginning of the year	-99.88	-64.44
	Net profit for the period	-54.75	-35.44
	Balance at the end of the year	-154.63	-99.88
12	Long Term Borrowings		
	Term Loans (Secured)		
	From banks	29.49	29.49
		29.49	29.49
13	Current liabilities - Financial Liabilities: Borrowings		
	Secured		
	Cash credit facility	224.81	211.39
	Loans from related parties	24.21	16.24
		249.02	227.63
14	Trade payables		
	Trade payables – Others	146.91	35.57
	Trade payables – Related Parties	93.52	93.52
		240.43	129.09
15	Provisions (Current)		
	Provision for Income Tax (Net)	11.86	2.83
	Provision - others	3.06	1.81
		14.92	4.64
16	Other current liabilities		
	Current maturities of long-term debt	29.49	25.97
	Statutory Dues Payable	4.93	2.53
	Employee benefits payable	6.63	7.98
	Advance and deposits from customers etc.,	2.32	
	Other payables	3.25	27.31
		46.62	63.79

Elgi Rubber Company LLC, USA

Notes to Financial Statements for the year ended March 31, 2019

Rs. In Million

Note	Particulars	March 31, 2019	March 31, 2018
17	Revenue from Operations		
	Sale of Products	509.83	469.68
		509.83	469.68
18	Other income		
	Interest Income	0.41	0.37
	Other non operating income	0.00	(0.89)
		0.41	(0.52)
19	Cost of materials consumed		
	Raw material Consumed		
	Opening inventory	77.24	54.04
	Add: Purchase	243.89	185.81
	Add: Carriage Inwards	0.00	
	Less: Inventory at the end of the period	95.25	77.24
		225.88	162.61
20	Purchase of stock in trade		
	Purchase of stock in trade	53.26	90.04
		53.26	90.04
21	Changes in inventories of work-in-progress, stock in trade and finished goods		
	Opening Balance		
	Work in Process	20.15	24.54
	Finished Goods	89.36	82.51
	Stock in Trade	62.71	51.33
		172.22	158.38
	Closing Balance		
	Work in Process	8.11	20.15
	Finished Goods	91.85	89.36
	Stock in Trade	92.00	62.71
		191.96	172.22
		(19.74)	(13.84)
22	Employee benefits expense		
	Salaries, wages and bonus	152.97	148.34
	Contribution to provident and other funds	3.48	0.22
	Staff welfare expenses	1.86	1.95
		158.31	150.51
23	Depreciation and amortisation expense		
	Depreciation of property, plant and equipment	11.87	10.82
		11.87	10.82

Elgi Rubber Company LLC, USA

Notes to Financial Statements for the year ended March 31, 2019

Rs. In Million

Note	Particulars	March 31, 2019	March 31, 2018
24	Other expenses		
	Consumption of stores and spare parts	0.81	1.97
	Packing Materials consumed	5.19	2.73
	Power and fuel	10.90	8.63
	Rent	11.93	12.35
	Repairs and Maintenance – Plant and machinery	5.13	6.32
	Repairs and Maintenance – Building	(0.87)	0.40
	Repairs and Maintenance – Others	0.56	1.11
	Insurance	8.72	4.12
	Rates and taxes	5.90	5.04
	Travelling and conveyance	5.57	10.32
	Auditors' Remuneration	1.26	1.32
	Professional fees	16.89	7.78
	Advertisement and other selling expenses	10.08	19.38
	Freight charges	23.19	3.56
	Miscellaneous expenses	6.38	1.29
		111.64	86.32
		0.00	0.00
25	Finance Cost		
	Interest on Borrowings		
	On borrowings from banks	15.15	12.05
	On borrowings from related party	1.81	1.72
	Others	0.84	0.37
	Financial charges on borrowings	6.09	6.48
		23.89	20.62