

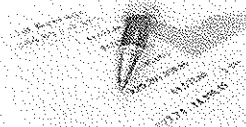
GRAVITA SENEGAL S.A.U.

AUDITOR'S REPORT

- 1 We have audited the attached Balance Sheet of GRAVITA SENEGAL SAU as at 31st March 2016 and the Profit and Loss Account of the Company and the Cash Flow Statement of the Company for the Year ended on that date, annexed thereto. These financial statements are the responsibility of the Companies Director's. Our responsibility is to express an opinion on these financial statements based on our audit.
- 2 We conducted our audit in accordance with the applicable Auditing Standards. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Director's, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.
- 3 We hereby report as under:
  - a We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c The Balance Sheet and the Profit and Loss Account dealt with by this report are in agreement with the books of account.
  - d In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the applicable Accounting Standards.
  - e On the basis of the representations received from the directors of the Company as on 31st March, 2016 and taken on record by the Board of Directors of the Company, we report that none of the directors are disqualified as on 31st March, 2016 from being appointed as a director.
  - f In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the significant accounting policies and notes to accounts give a true and fair view and in conformity with the generally accepted accounting principles:
    - (i) In case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2016.
    - (ii) In case of the Profit and loss account, of the Profit for the Year ended on 31st March 2016.

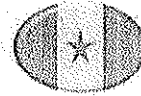
CABINET IBRAHIMA DIAGNE  
(CHARTERED ACCOUNTANTS & CONSULTANTS)  
LOT MOBB HANN MARISTES, DAKAR  
Place : Senegal  
Dated :

  
Cabinet Ibrahim Diagne  
Expertise Comptable  
Audit et Conseil  
Tel: 33 827 13 311 77 542 97 89  
108, Cité Maristres VDN - DAKAR





**GRAVITA**  
SENEGAL S.A.U.



**Gravita Senegal S.A.U.**

BALANCE SHEET AS AT 31st MARCH 2016

PARTICULARS	Notes	Amount In CFA	
		As at 31st March 2016	As at 31st Mar 2015
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholder's Funds</b>			
Share Capital	1	238,000,000.00	238,000,000
Reserves & Surplus	2	171,418,138	184,177,044
		<b>409,418,138</b>	<b>422,177,044</b>
<b>Current Liabilities -</b>			
Trade Payables	3	117,720,955	55,942,456
Other Current Liabilities	4	292,037,291	10,375,950
Short Term Provisions	5	2,725,932	7,745,891
		<b>412,484,178</b>	<b>74,064,298</b>
<b>TOTAL</b>		<b>821,902,316</b>	<b>496,241,342</b>
<b>ASSETS</b>			
<b>Non Current Assets</b>			
<b>Fixed Assets</b>			
Tangible Assets		97,849,509	83,180,630
Intangible Assets	6		
Long Term Loans and Advances	7	11,237,453	10,001,529
		<b>109,086,962</b>	<b>93,182,159</b>
<b>Current Assets</b>			
Inventories	8	562,994,033	172,382,979
Trade Receivables	9		116,095,726
Cash and Bank Balances	10	108,910,664	60,878,981
Short Term Loans and Advances	11	40,910,656	53,701,496
		<b>712,815,354</b>	<b>403,059,183</b>
<b>TOTAL</b>		<b>821,902,316</b>	<b>496,241,341</b>

Significant Accounting Policies & Notes to Accounts  
As per our report of even date attached

CABINET IBRAHIMA DIAGNE  
(CHARTERED ACCOUNTANTS & CONSULTANTS)  
LOT MQ3B HANN MARISTES, DAKAR  
Place : Senegal  
Dated :

**Cabinet Ibrahim DIAGNE**  
Expertise Comptable  
Audit et Conseil  
Tél: 33 827 13 33 / 77 542 97 09  
108, Cité Magistrats VDH - DAKAR

For & on behalf of Board  
For Gravita Senegal S.A.U.

Director



Gravita Senegal S.A.U.

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2016

		Amount In CFA	
PARTICULARS	Notes	Period ended 31st March 2016	Period ended 31st March 2015
<b>INCOME</b>			
Revenue from Operations (gross)	12	2,259,943,100	2,462,415,155
Revenue From Operation (net)		2,259,943,100	2,462,415,155
Other Income	13		87,127,564
<b>Total Revenue (I)</b>		<b>2,259,943,100</b>	<b>2,549,542,719</b>
<b>EXPENDITURES</b>			
Cost of Material Consumed	14	1,707,650,423	1,608,526,548
Purchase of Stock-in-Trade	15	217,730,062	117,076,486
Change in Inventory of Finished Goods, WIP & Stock in Trade	16	(278,712,801)	(10,296,892)
Employee Benefit Expenses	17	158,959,058	144,793,319
Finance Costs	18		29,488,890
Depreciation and Amortization Expenses	6	24,075,378	91,061,694
Other Expenses	19	258,821,459	453,320,046
<b>Total Expenses (II)</b>		<b>2,148,959,580</b>	<b>2,424,870,091</b>
<b>Profit Before Exceptional, Extraordinary Items &amp; Tax (I-II)</b>		<b>110,983,520</b>	<b>124,572,628</b>
Add: Exceptional Items			
<b>Profit Before Extraordinary Items &amp; Tax</b>		<b>110,983,520</b>	<b>124,572,628</b>
Extraordinary Items			
Prior Period Income			
<b>Profit Before Tax</b>		<b>110,983,520</b>	<b>124,572,628</b>
<b>Less: Tax Expense</b>			
Prior Period Tax			
Current Tax		16,645,426	16,665,894
Deferred Tax			
<b>Net Profit for the year</b>		<b>94,341,092</b>	<b>105,886,734</b>
<b>EARNINGS PER SHARE (EPS)</b>			
Basic (Annual)		3,904	4,449
Diluted (Annual)		3,964	4,449

Significant Accounting Policies & Notes to Accounts

As per our report of even date attached

CABINET IBRAHIMA DIAGNE  
 (CHARTERED ACCOUNTANTS & CONSULTANTS)  
 LOT MOU HANN MARISTES, DAKAR  
 Pfnce : Senegal  
 Dated :

**Cabinet Ibrahim DIAGNE**  
 Expertise Comptable  
 Audit et Conseil  
 Tel: 33 827 13 33 77 542 97 09  
 Rue Magistrats VDM - DAKAR

For & on behalf of Board  
 For Gravita Senegal S.A.U.

Director

GRAVITA SENEGAL S.A.U. Notes on Financial Statements for the Period 1st April 2015 to 31st March 2016



(Amount in CFA)

	As At 31st March 2016	As At 31st March, 2015
<b>1. SHARE CAPITAL</b>		
<b>Authorized Equity Share Capital</b>		
23800 Equity Shares of CFA 10000 each	238,000,000	238,000,000
<b>Issued, Subscribed &amp; Paid up Capital</b>		
23800 Equity Shares of CFA 10000 each	238,000,000	238,000,000
	<b>238,000,000</b>	<b>238,000,000</b>

1.1 Reconciliation of the shares outstanding is set out below:

	No. of Shares As At 31st March 2016	Amount As At 31st March 2016	No. of Shares As At 31st March, 2015	Amount As At 31st March, 2015
<b>Equity shares</b>				
At the beginning of the Year	23,800	238,000,000	23,800	238,000,000
Issued during the year	-	-	-	-
<b>Equity Shares at the end of the year</b>	<b>23,800</b>	<b>238,000,000</b>	<b>23,800</b>	<b>238,000,000</b>

1.2 Terms/Rights attached to Equity Shares

The company has only one class of equity shares having a face value of CFA 10000 per share (CFA 10000 per share) . Each equity share holder is entitled to one vote per share.  
In the event of liquidation of the company, the holders of equity shares will be entitled to receive the remaining assets of the company, after distribution of all preferential amounts.

1.3 Shares held by the holding/ultimate holding company and/or their subsidiaries/associates: -

Holding Company	Gravita Netherlands B.V.	Netherlands	100%

1.4 Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:- NIL

1.5 Details of shareholders holding more than 5% shares in the company

Shareholders Name	As At 31st March 2016		As At 31st Mar, 2014	
	No. of share (CFA10,000 each fully paid up)	% holding	No. of share (CFA10,000 each fully paid up)	% holding
Gravita Netherlands B.V.	23,800	100%	23,800	100%

2. RESERVES AND SURPLUS

Surplus/(deficit) in the statement of profit and loss

	As At 31st March 2016	As At 31st March, 2015
Opening balance	184,177,044	473,370,311
Profit for the year	94,341,092	105,886,734
Less: Appropriations		
Equity dividend 2014-15	107,099,998	395,080,000
<b>Net Surplus</b>	<b>171,418,138</b>	<b>184,177,044</b>
ERV		
<b>Total reserves and surplus</b>	<b>171,418,138</b>	<b>184,177,044</b>



6  
Fixed Assets and Depreciation Chart for the Qtr ended on 31-March-2016.

Sl. No.	Name of Asset	Rate of Dep. (In %)	Gross Block				Depreciation				Net Block		
			As on 1-04-2015	Addition	Deductions	Adjustments	31.03.2016	As on 1-04-2015	For the Year	Deductions	Up to 31.03.2016	As 01-04-15	As on 31.03.2016
1	Free Hold Land	0	11,433,000	-	-	-	11,433,000	-	-	-	11,433,000	11,433,000	460,227
2	Factory Building	20.00%	79,385,687	502,215	-	-	79,887,902	79,385,687	41,988	79,427,675	(0)	63,653,929	68,227
3	Plant & machinery	20.00%	352,195,111	24,933,089	1,775,123	-	375,553,077	291,373,808	21,807,311	311,699,148	60,821,303	21,017,739	1,058,413
4	Motor Vehicle	25.00%	27,567,231	14,659,100	-	-	42,226,331	19,368,250	1,840,342	21,208,592	8,198,981	1,869,893	68,227
5	Electric Equipment	20.00%	4,807,500	137,194	951,603	-	3,993,091	2,937,607	654,486	2,934,678	1,869,893	1,058,413	157,973
6	Computer & Peripherals	20.00%	1,422,257	-	-	-	1,422,257	1,163,305	190,725	1,354,030	238,952	68,227	157,973
7	Furniture & Fittings & Guest House Assets	20.00%	6,126,938	-	45,000	-	6,081,938	5,528,439	440,526	5,923,965	598,499	157,973	157,973
8	Capital WIP		-	-	-	-	-	-	-	-	-	-	-
	<b>Total</b>		<b>482,937,724</b>	<b>40,231,597</b>	<b>2,771,726</b>	<b>-</b>	<b>520,397,596</b>	<b>399,757,094</b>	<b>24,975,378</b>	<b>422,548,088</b>	<b>83,180,630</b>	<b>97,849,509</b>	

GRAVITA SENEGAL S.A.U. Notes on Financial Statements for the Period 1st April 2015 to 31st March 2016

	As At 31st March 2016	As At 31st March, 2015
<b>3. TRADE PAYABLES</b>		
Trade Payables other than Micro & small enterprises	117,720,955	55,942,456
<b>Total</b>	<b>117,720,955</b>	<b>55,942,456</b>
<b>4. OTHER CURRENT LIABILITIES</b>		
Current Maturities of Long Term Debt	-	-
Statutory remittances	1,966,433	1,794,592
Advance received from customer	290,070,858	-
Others	-	8,581,358
<b>Total</b>	<b>292,037,291</b>	<b>10,375,950</b>
<b>5. SHORT TERM PROVISIONS</b>		
<b>Other provisions</b>		
Provision For Income Tax	-	3,041,356
Provision for Leave Encashment	2,725,932	4,704,535
<b>Total</b>	<b>2,725,932</b>	<b>7,745,891</b>
<b>7. LONG TERM LOANS AND ADVANCES</b>		
<b>7.1 Security deposit</b>		
Unsecured and Considered Good	11,237,453	10,001,529
Loans and advances to related parties	-	-
<b>Total (A)</b>	<b>11,237,453</b>	<b>10,001,529</b>
<b>8. INVENTORIES</b>		
(At Lower of cost and net realisable value)		
Raw Material	97,835,830	4,199,471
Work in Progress	226,120,817	6,665,892
Finished Goods	139,483,373	84,792,419
Stores & Spares	67,834,658	49,673,181
Consumables	9,562,415	4,830,275
Stock of Traded Goods	21,800,936	17,234,013
Goods-in-Transit	356,004	4,987,729
<b>Total</b>	<b>562,994,033</b>	<b>172,382,979</b>
<b>ERV</b>	<b>562,994,033</b>	<b>172,382,979</b>
<b>9. TRADE RECEIVABLES</b>		
<b>9.1 Other Trade Receivables</b>		
Unsecured and Considered Good	-	116,095,726
<b>Total (B)</b>	<b>-</b>	<b>116,095,726</b>
<b>Total (A + B)</b>	<b>-</b>	<b>116,095,726</b>
<b>10. CASH AND CASH EQUIVALENT</b>		
Balances with banks:		
- current accounts	102,054,808	26,012,482
Cash on hand	6,855,856	4,403,999
Remittance in transit	-	30,462,500
<b>Total</b>	<b>108,910,664.33</b>	<b>60,878,981</b>
<b>11. SHORT TERM LOANS AND ADVANCES</b>		
<b>11.1 Advances recoverable in cash or in kind</b>		
<b>Advacne given to vendor's</b>		
Unsecured and Considered Good	29,949,871	21,633,115
<b>Total (A)</b>	<b>29,949,871</b>	<b>21,633,115</b>

GRAVITA SENEGAL S.A.U. Notes on Financial Statements for the Period 1st April 2015 to 31st March 2016

11.2	Loans and advances to employees including Imprest	4,669,377	30,908,136
	<b>Total (B)</b>	<b>4,669,377</b>	<b>30,908,136</b>
11.3	<b>Other loans and advances</b>		
	Advance income-tax (net of provision for taxation)	6,291,408	-
	Prepaid expenses		1,160,245
	<b>Total (C)</b>	<b>6,291,408</b>	<b>1,160,245</b>
	<b>Total (A+ B+ C)</b>	<b>40,910,656</b>	<b>53,701,496</b>
12.	<b>REVENUE FROM OPERATIONS</b>	<b>1.4.15 to 31.03.16</b>	<b>01.04.14 to 31.03.15</b>
12.1	<b>Revenue from Sales of Products</b>		
	Manufactured Goods	1,922,541,362	2,338,665,571
	Stock-In-Trade	334,889,168	122,806,254
	<b>Total (A)</b>	<b>2,257,430,530</b>	<b>2,461,471,825</b>
12.2	<b>Other Operating Revenue</b>		
	Miscellaneous Income (Scrap Sales)	2,512,570	943,330
	<b>Total (B)</b>	<b>2,512,570</b>	<b>943,330</b>
	<b>Revenue from operations (A+B)</b>	<b>2,259,943,100</b>	<b>2,462,415,155</b>
13.	<b>OTHER INCOME</b>	<b>1.4.15 to 31.03.16</b>	<b>01.04.14 to 31.03.15</b>
	Net Gain on foreign currency transactions and translations	-	87,127,564
	Other non-operating income	-	-
	<b>Total</b>	<b>-</b>	<b>87,127,564</b>
14.	<b>COST OF RAW MATERIAL AND CONSUMABLES</b>	<b>1.4.15 to 31.03.16</b>	<b>01.04.14 to 31.03.15</b>
14.1	<b>Material Consumed *</b>		
	Opening Stock	4,199,471	6,911,408
	Add: Purchases	1,763,308,169	1,497,097,685
	Less: Closing stock of Materials #	97,835,830	4,199,471
	Less: Stock In Transit #	-	-
	<b>Total (A)</b>	<b>1,669,671,809</b>	<b>1,499,809,623</b>
14.2	<b>Consumables Consumed</b>		
	Opening stock of consumables	59,491,184	50,570,291
	Add: Purchase of Consumables	116,240,507	117,637,819
	Less: Closing Stock of consumable	77,753,077	59,491,184
	<b>Total (B)</b>	<b>97,978,614</b>	<b>108,716,925</b>
	<b>Total (A) + (B)</b>	<b>1,767,650,423</b>	<b>1,608,526,548</b>
15.	<b>PURCHASE OF STOCK IN TRADE</b>	<b>1.4.15 to 31.03.16</b>	<b>01.04.14 to 31.03.15</b>
15.1	<b>Particulars</b>		
	Domestic ^	217,730,062	117,076,486
	Import ^	-	-
	<b>TOTAL</b>	<b>217,730,062</b>	<b>117,076,486</b>
16.	<b>(INCREASE)/DECREASE IN INVENTORY</b>	<b>1.4.15 to 31.03.16</b>	<b>01.04.14 to 31.03.15</b>
	<b>Closing stock</b>		
	Finished Goods	139,483,373	84,792,419
	Work in Process	226,120,817	6,665,892
	Stock-in -Trade	21,800,936	17,234,013
	<b>Less :Opening Stock</b>		
	Finished Goods	84,792,419	77,154,935
	Work in Process	6,665,892	12,240,498
	Stock-in-trade	17,234,013	-
	<b>TOTAL</b>	<b>278,712,801</b>	<b>19,296,892</b>
	<b>ERV</b>	<b>278,712,801</b>	<b>19,296,892</b>

GRAVITA SENEGAL S.A.U. Notes on Financial Statements for the Period 1st April 2015 to 31st March 2016

	1.4.15 to 31.03.16	01.04.14 to 31.03.15
<b>17. EMPLOYEE BENEFITS EXPENSES</b>		
Salaries, wages, bonus etc.	135,984,377	115,979,018
Contribution to provident and other fund	1,900,690	3,373,447
Leave Encashment	3,428,639	4,677,611
Staff welfare expenses	17,675,352	20,763,243
Employee stock option expenses	-	-
<b>TOTAL</b>	<b>158,989,058</b>	<b>144,793,319</b>
<b>18. FINANCE COSTS</b>		
Interest Expenses:		
- Borrowings	-	11,125,762
Net loss on foreign currency transactions and translations	-	18,363,128
<b>TOTAL</b>	<b>-</b>	<b>29,488,890</b>
<b>19. OTHERS EXPENSES</b>		
Power and fuel	40,491,592	40,925,709
Rent	8,052,430	3,540,000
<b>Repairs and Maintenance</b>		
Plant and Machinery	26,224,998	19,754,046
Buildings	1,951,929	1,720,382
Others	2,338,043	1,805,050
Insurance	1,760,758	1,774,934
Bank charges	4,698,350	7,180,175
Freight and Forwarding	124,847,772	126,562,361
Travelling and conveyance	24,360,613	18,969,389
Net loss on foreign currency transactions	6,124,580	-
Legal and Professional	3,685,214	3,625,804
Rebate & Discount	1,321,983	206,010,847
Advertising and Sales Promotion	6,918,387	5,552,201
Communication	4,777,189	4,791,764
Printing and stationery	567,462	430,182
Loss on sale of fixed assets	587,340	10,311,002
Miscellaneous	(387,179)	366,199
<b>TOTAL</b>	<b>258,321,459</b>	<b>453,320,046</b>