



**Financial Report**  
**Of**  
**Palmolein Industries Pte. Ltd**  
**For the period**  
**From 1<sup>st</sup> April 2016 to 31<sup>st</sup> March 2017**

## **REPORT OF THE BOARD OF DIRECTORS**

The Board of Management has a pleasure to present this financial report of **Palmolein Industries (Cambodia) Co., Ltd** for the period from 1<sup>st</sup> April 2016 till 31<sup>st</sup> March, 2017.

### **1. Members of the Board of Directors and Management**

The Board of Managements and Directors during the period are as follows

Mr. Vijay Kumar Jain      General Director

### **2. Registered Office**

Its Registered Office is situated at #216D, St. 63, Boeung Keng Kang 1, Charnkarmon, Phnom Penh City, Cambodia.

### **3. The Company's main activities**

The company will be doing Palm Plantation on the plantable area of land parcel of about 9743 Hectares of Land in Kampot & Kompong Bay Districts of Kampot Province in Joint venture with Forestry administration of Ministry of Agriculture, Forestry and Fisheries, Government of Cambodia.

### **4. Status of the Project :**

The Company has applied to the Ministry of agriculture, Forestry & Fisheries, Government of Cambodia and In- Principal approval has been received from the Ministry of Agriculture, Forestry and Fisheries. Feasibility studies have also been completed. Now, the report of the survey committees appointed by the Samdech PM is being awaited which will determine the final plantable area and then Project activities will start.

### **5. The Board of Management's commitment**

The Management takes responsibility for assuring that the accounting books have been kept in a reasonable way to present the Company's financial position accurately and reasonably at anytime and the financial statements have been in conformity with Accounting Standard of Cambodia.

The Management takes responsibility for assuring the safety of the Company's assets and carries out the suitable procedures to prevent and detect frauds and other infringement.

## INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying Financial Statements of **Palmolien Industries Pte. Ltd**, which comprise of the statement of financial position as at 31<sup>st</sup> March, 2017, the profit & loss account and cash flow statement for the period from 1<sup>st</sup> April 2016 to 31<sup>st</sup> March, 2017, and a summary of significant accounting policy and explanatory note.

### Responsibility of Directors for the financial statements

Directors are responsible for the preparation and fair presentation of the financial statements in accordance with the basis of preparation and the- accounting policies. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements 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.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and 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 control relevant to the entity's preparation and fair presentation of the financial statements 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 made by management, as well as evaluating the overall presentation of the financial statements.

## Opinion

In our opinion, the financial statements give a true and fair view, in all material respects, of the financial position of **Palmolien Industries Pte. Ltd**, as at 31<sup>st</sup> March, 2017 and its financial performance and its cash flow for the year then ended in accordance with the accounting policies and accounting practices generally accepted in Cambodia.

For **AAA Advisors Ltd**  
Certified Public Accountants & Auditors



(Vemula Nagaraju)  
Director

Phnom Penh Kingdom of Cambodia  
Date: 20<sup>th</sup> April, 2017.

**PALMOLEIN INDUSTRIES PTE LTD.**  
**BALANCE SHEET AS AT Mar 31, 2017**  
 (All amounts in USD)

	Particulars	Note No.	Figures as at the end of current reporting period 1.4.2016 to 31.03.2017	Figures as at the end of current reporting period 1.4.2015 to 31.03.2016	Figures as at the end of previous reporting period Ending March 31, 2015
<b>I.</b>	<b>LIABILITIES</b>				
(1)	<b>Shareholders' funds</b>				
	(a) Share capital	3	5,000.00	5,000.00	5,000.00
	(b) Reserves and surplus	4	(19,397.35)	(17,727.93)	(17,667.77)
	(c) Money received against share warrants			-	
(2)	<b>Share application money pending allotment</b>			-	
(3)	<b>Non-current liabilities</b>				
	(a) Long-term borrowings (from Shareholders)	5	270,000.00	270,000.00	270,000.00
	(b) Deferred tax liabilities (Net)				
	(c) Other Long term liabilities	6	738,700.00	736,500.00	750,000.00
	(d) Long-term provisions	7	-	-	-
(4)	<b>Current liabilities</b>				
	(a) Short-term borrowings	8	-	-	-
	(b) Trade payables	9	500.00	500.00	2,500.00
	(c) Other current liabilities	10	-	-	-
	(d) Short-term provisions	11	-	-	-
	<b>TOTAL</b>		<b>994,802.65</b>	<b>994,272.07</b>	<b>1,009,832.23</b>
<b>II.</b>	<b>ASSETS</b>				
(1)	<b>Non-current assets</b>				
	(a) Fixed assets	12	-	-	-
	(i) Tangible assets			-	
	(ii) Intangible assets			-	
	(iii) Capital work-in-progress			-	
	(iv) Intangible assets under development			-	
	(b) Non-current investments	13	-	-	-
	(c) Deferred tax assets (net)				
	(d) Long-term loans and advances	14	-	-	-
	(e) Other non-current assets	15	-	-	-
(2)	<b>Current assets</b>				
	(a) Current investments	16	-	-	-
	(b) Inventories	17	-	-	-
	(c) Trade receivables	18	-	-	-
	(d) Cash and cash equivalents	19	1,052.07	522.07	1,082.23
	(e) Short-term loans and advances	20	993,750.00	993,750.00	1,008,750.00
	(f) Other current assets	21	-	-	-
	<b>TOTAL</b>		<b>994,802.07</b>	<b>994,272.07</b>	<b>1,009,832.23</b>

  
 Accounts Officer

  
 General Director


## PALMOLEIN INDUSTRIES PTE LTD.

## PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED Mar 31, 2017

(Figures In USD)

	Particulars	Note No.	Figures as at the end of current reporting year from 1.4.2016 to 31.03.2017	Figures as at the end of current reporting year from 1.4.2015 to 31.03.2016	Figures as at the end of previous reporting period Ending March 31, 2015
	<b>REVENUE</b>				
I.	Revenue from operations	23		-	-
II.	Other Income	24	2,000	2,000	-
III.	<b>Total Revenue (I + II)</b>		<b>2,000</b>	<b>2,000</b>	<b>-</b>
	<b>EXPENSES</b>				
IV.	Cost of materials consumed	25	-	-	-
	Purchases of Stock-In-Trade	26	-	-	-
	Changes in Inventories of finished goods work-in-progress and Stock-In-Trade	27	-	-	-
	Employee benefits expense	28	-	-	-
	Finance costs	29	-	-	-
	Depreciation, amortisation and impairment	12	-	-	-
	Less: Adjusted to Business Development/General Reserve		-	-	-
	Other expenses	30	3,730.00	2,060	11,946.00
	<b>Total expenses</b>		<b>3,730.00</b>	<b>2,060.00</b>	<b>11,946.00</b>
V.	<b>Profit before exceptional and extraordinary items and tax (III-IV)</b>		<b>(1,730.00)</b>	<b>(60.00)</b>	<b>(11,946.00)</b>
VI.	Exceptional Items		-	-	-
VII.	<b>Profit before extraordinary items and tax (V - VI)</b>		<b>(1,730.00)</b>	<b>(60.00)</b>	<b>(11,946.00)</b>
	Extraordinary Items		-	-	-
VIII.	<b>Profit before tax (VII- VIII)</b>		<b>(1,730.00)</b>	<b>(60.00)</b>	<b>(11,946.00)</b>
IX.	<b>Tax expense:</b>				
	(1) Current tax		-	-	-
	(2) Deferred tax		-	-	-
	(3) Tax for earlier years		-	-	-
X.	<b>Profit (Loss) for the period (IX- X)</b>		<b>(1,730.00)</b>	<b>(60.00)</b>	<b>(11,946.00)</b>
XI.	<b>Earning per share:</b>				
	(1) Basic		(0.00)	(0.00)	(0.00)
	(2) Diluted		(0.00)	(0.00)	(0.00)
	<b>See accompanying notes to the financial statements</b>				

  
Accounts Officer

  
General Director



## **PALMOLEIN INDUSTRIES PTE LTD.**

### **Notes to the financial statements for the year ended Mar 31, 2017**

#### **1 GENERAL**

The Company is a Private Limited Company having primary business of Palm Oil Plantation & Would Establish Mill for Crushing crude Palm oil for edible use.

#### **2 SIGNIFICANT ACCOUNTING POLICIES**

(i) **FIXED ASSETS:**

The company doesn't have fixed assets.

(ii) **DEPRECIATION AND AMORTISATION:**

The company doesn't have fixed assets hence provision for depreciation has not arise.

(iii) **IMPAIRMENT OF ASSETS:**

The Company reviews the carrying values of tangible and intangible assets for any possible impairment at each Balance Sheet date. An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of net selling price and value in use. In assessing the recoverable amount, the estimated future cash flows are discounted to their present value at appropriate discount rates. If at the Balance Sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and asset is reflected at the recoverable amount.

(iv) **INVENTORIES:**

The company does not have yet any inventories.

(v) **EMPLOYEES' BENEFITS:**

The Company Yet not Hired/Recruited employees.

(vi) **INVESTMENTS:**

The company does not have any Investments as on the date of these financial statements.

(vii) **EXPENSES INCURRED FOR ISSUE OF SHARES, DEBENTURES AND OTHER MISCELLANEOUS EXPENSES:**

The company has not issued any shares or Debentures to the public.

(viii) **PREMIUM ON REDEMPTION OF DEBENTURES:**

The company has not issued any debentures hence premium on redemption of debentures does not arise.

(ix) **FOREIGN EXCHANGE TRANSACTIONS:**

- (i) Transactions in foreign currency are accounted at the exchange spot rate prevailing on the date of the transaction. Year end receivables and payables are translated at year end rate of exchange. The difference on account of fluctuation in the rate of exchange is recognised in the profit and loss account. In case of sales and purchases the same is included under the respective heads.
- (ii) In case of forward exchange contracts, premium/discount arising at the inception of the contracts is spread over the life of the contracts. Exchange fluctuation on such contracts is recognized in the profit & loss account in the year in which there is a change in exchange rates.

(x) **BORROWING COSTS:**

The company has not borrowed any money on interest basis.

(xi) **EMPLOYEE STOCK OPTIONS:**

The company has not issued any shares to employees.

(xii) **REVENUE RECOGNITION:**

The company has got a revenue from interest of FD.

(xiii) **LEASE ACCOUNTING:**

**Assets taken on lease:**

The company has not taken any assets on lease basis.

**Asset given on lease:**

The company has not given any assets on lease basis.

(xiv) **ACCOUNTING OF TAXES ON INCOME**

The company does not have any income hence tax on income does not arise.

(xv) **CONTINGENT LIABILITIES**

The management of the company has done thorough review of its affairs of the company and does not foresee any contingent liabilities.

**Note-3**  
**Share Capital**  
**Closing Balance as on Mar 31, 2017**

(Figures in USD )

<b>S. No</b>	<b>Name of shareholder</b>	<b>No of Shares held</b>	<b>% as to total Equity</b>
<b>A</b>	<b>EQUITY SHARES</b>		
	<b>Ruchi Industries Pte Ltd</b>	5,000	100
	Ruchi Industries Pte Ltd (1000 Equity Shares of USD 5/-)		
<b>B</b>	<b>PREFERENCE SHARES</b>		
	The company has not issued any Preference Shares	-	-



Note-4

Reserve and Surplus

Figures in USD

Description	Opening Balance as on April 1, 2016	Additions during the Period 1-Apr 2016 to 31-Mar-2017	Reductions	Closing Balance as on Dec 31, 2017
A Securities Premium Reserve	-	-	-	-
B Capital Redemption Reserve	-	-	-	-
C General Reserve	-	-	-	-
D Business Development Reserve (See note below)	-	-	-	-
E Capital Reserve	-	-	-	-
F Capital Investment subsidy	-	-	-	-
G Revaluation Reserve	-	-	-	-
H Hedge Reserve	-	-	-	-
I Share Options Outstanding Account Employee stock options outstanding Less: Deferred Employees Compensation Expenses	-	-	-	-
J Profit and Loss Account	(17,667.35)	(1,730.00)	-	(19,397.35)
	<b>(17,667.35)</b>	<b>(1,730.00)</b>	-	<b>(19,397.35)</b>

Note-5

Long -Term Borrowings

2016-2017 (Figures in USD` )      2015-2016 (Figures in USD` )      2014-2015 (Figures in USD` )

A From Shareholders	270,000	270,000	270,000
B Term Loans Secured			
i) - From Banks (See Note i, ii, iii & iv below)			
ii) Other Loans for specific vehicles ( Exclusive charge )			
- From Financial Institutions			
C Deferred payment liabilities Unsecured			
Deferred Sales Tax Liability			
D Deposits			
E Loans and advances from related parties	-	-	-
F Long term maturities of finance lease obligations	-	-	-
G other loans and advances	-	-	-
	<u>738,700</u>	<u>736,500</u>	<u>750,000</u>
	<b>1,008,700</b>	<b>1,006,500</b>	<b>1,020,000</b>

Note-6

Other Long-term liabilities

Sundry Creditors	-	-	-
Due to Micro and Small	-	-	-
Due to others	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>

Note-7

Long Term Provisions

A Provision for employee benefits			
i) Gratuity	-	-	-
ii) Leave Encashment	-	-	-
B Others	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>





**Note-13****Non-current investments**

	2016-2017 (Figures in USD)	2015-2016 (Figures in USD)	2014-2015 (Figures in USD)
A Investment property	-	-	-
B Investment in Equity Instruments:			
a) Quoted	-	-	-
b) Right title & interest in Ruchi Soya Industries Ltd. Beneficiary Trust	-	-	-
c) Unquoted - At Cost	-	-	-
C Share Application Money Pending Allotment	-	-	-
D Government Securities	-	-	-
E INVESTMENT IN LIMITED LIABILITY PARTERSHIPS (LLP) :			
<b>TOTAL: (I)</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Note-14****Long-term loans & advances**

1 Capital advances	-	-	-
2 Security and Other Deposits	-	-	-
3 Loans and advances to related parties	-	-	-
4 Intercompany Deposits	-	-	-
5 Other Advances recoverable in cash or in kind	-	-	-
Less: Provision for doubtful advances	-	-	-
6 Dues from Directors and officers	-	-	-

**Note-15****Other non-current assets**

a) Long-term trade receivables ( Including deferred credit terms)			
Secured ,considered good	-	-	-
Unsecured ,considered good	-	-	-
Considered doubtful	-	-	-
Less: Provision for doubtful debts	-	-	-
b) Others			
Share Issue Expenses	-	-	-
Less: Adjusted/Written off	-	-	-

**Note-16**  
**Current investments**  
**MUTUAL FUNDS(Quoted)**

Less:Provision for diminution in value of investments  
**TOTAL :**

-	-	-
-	-	-
-	-	-

**Note-17**  
**Inventories**

- a) Raw Materials (including packing material)
  - Goods in transit
  - others
- b) Work-in-progress
- c) Finished goods
  - Goods in transit
  - others
- d) Stock in trade (Goods aquired for trading)
- e) Realisable by-products
- f) Consumables, Stores & Spares
- g) Loose tools
- h) others

-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-

**Note-18**  
**Trade Receivables**

- Secured ,considered good
- Unsecured ,considered good
- Considered doubtful

-	-	-
-	-	-
-	-	-
-	-	-

**Note-19**  
**Cash and cash equivalents**

- A Bank Balances with Scheduled Banks
  - i) In Current Accounts \*
  - ii) In Deposit Accounts [ Refer Note 8(E) ]\*\*
    - Maturity less than 12 months
    - Maturity more than 12 months
- Bank Balances with Non-Scheduled Banks
  - i) In Current Accounts
  - ii) In Deposit Accounts
    - Maturity less than 12 months
    - Maturity more than 12 months
- B Cheques,drafts on hand
- C Cash on hand
- D Others

1,052.15	522.15	1,082.15	
-	-	-	
-	-	-	
-	-	-	
-	-	-	
-	-	-	
(0.08)	(0.08)	(0.08)	
-	-	-	
<b>1,052.07</b>	<b>522.07</b>	<b>1,082.07</b>	

**Note-23**  
**Revenue from operations**

**2016-2017**      **2015-2016**      **2014-2015**  
(Figures in USD) (Figures in USD) (Figures in USD)

A	Sales of products			
B	Sale of Services			
C	Other Operative revenue Scrap & Other Sales			
	Export Incentive	-	-	-
	Vat/Excise Refund/Remission	-	-	-
	Income from Power generation(including Carbon credit)	-	-	-
	Other operating income	-	-	-
		-	-	-

**Note-24**  
**Other Income**

1	Dividend Income			
	- From Subsidiaries	-	-	-
	- From Others	-	-	-
2	Net gain/(loss) on sale of investment	-	-	-
3	Insurance claims received	-	-	-
4	Profit on sale of Assets	-	-	-
5	Lease Rent (Gross) (Previous year Rs.18.56 lac)	-	-	-
6	Exchange Difference(Net)	-	-	-
7	Provisions no longer required written back	-	-	-
8	Other Miscellaneous Income	2,000	2,000	-
		2,000	2,000	-

**Note-25**  
**COST OF MATERIAL CONSUMED**

a)	Raw Material			
	Opening Stock	-	-	-
	Add:Stocks acquired on amalgamation	-	-	-
	Add: Purchases	-	-	-
		-	-	-
	Less: Closing Stock	-	-	-
		-	-	-
b)	Packing Material			
	Opening Stock	-	-	-
	Add:Stocks acquired on amalgamation	-	-	-
	Add: Purchases	-	-	-
		-	-	-
	Less: Closing Stock	-	-	-
		-	-	-

**Note-26**  
**Purchases of Stock-in-Trade**

		-	-	-
--	--	---	---	---

**Note-27**  
**Changes in inventories of finished goods work-in-progress and Stock-in-Trade**

	Finished goods			
	Opening Stock	-	-	-
	Add:Stocks acquired on amalgamation	-	-	-
	Closing Stock	-	-	-
		-	-	-
	Work-in-progress			
	Opening Stock	-	-	-
	Add:Stocks acquired on amalgamation	-	-	-
	Closing Stock	-	-	-
		-	-	-
	Excise duty on closing stock	-	-	-
		-	-	-

**Note-28**  
**Employee benefits expense**

	Salary, Wages and Bonus	-	-	-
	Contribution to Provident and Other Funds	-	-	-
	Expense on Employee stock option Scheme ( ESOP)	-	-	-
	Workmen & Staff Welfare expenses	-	-	-
		-	-	-



**Note-29**

**Finance costs**

Interest -			
- On Fixed loans	-	-	-
- Others	-	-	-
Other borrowing costs	-	-	-
- Others	-	-	-
Less: Interest Received	-	-	-
Exchange Difference (Net)	-	-	-

**Note-30**

**Other Expenses**

Processing Charges	-	-	-
Power & Fuel (net of recoveries)	-	-	-
Manufacturing Expenses	-	-	-
Nursery and Development expenses	-	-	-
Consumables	-	-	-
Consumption of Stores & Spares	-	-	-
Repairs - Plant & Machinery	-	-	-
Repairs - Buildings	-	-	-
Repairs - Others	-	-	-
Insurance (net of recoveries)	-	-	-
Rent (net of recoveries)	-	-	-
Rates & Taxes	-	-	-
Freight & forwarding (net of recoveries)	-	-	-
Export expenses	-	-	-
Commission and rebate	-	-	-
Advertisement & sales promotion	-	-	-
Donation	-	-	-
Travelling & Conveyance	-	-	-
[Including USD 0.00 (Previous year USD 0.00) for Directors]	-	-	-
Share of loss in Limited Liability Partnership	-	-	-
Provision / Write-off of Doubtful/ Bad Debts and Advances	-	-	-
Provision for Diminution in value investment	-	-	-
Miscellaneous expenses written off	-	-	-
Loss on Sales/Fire/Write off of Fixed Assets	-	-	-
Bank Commission & Charges	55.00	-	131.00
Net (Gain)/ Loss on foreign currency transaction/translation ( Other than finance cost)	-	-	-
Other expenses (Net of recoveries) (Refer Note 23 of Schedule 20)	3,675.00	2,060.00	11,815.00
	<b>3,730</b>	<b>2,060</b>	<b>11,946</b>

**Other expenses include the following:**

Loss from Swaps/Derivatives	-	-	-
Premium on Forward Cover	-	-	-
Loss from transactions on Commodity exchange	-	-	-
Deferred Employee Compensation Expenses	-	-	-

**ADDITIONAL INFORMATIONS**

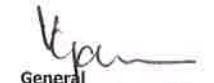
**31 CONTINGENT LIABILITY NOT PROVIDED FOR**

	<b>2016-2017</b>	<b>2015-2016</b>
(a) Claims against the Company not acknowledged as debts.	-	-
(b) Outstanding bank guarantees.	-	-
(c) Outstanding Letters of Credit	-	-
(d) Outstanding corporate guarantees given on behalf of subsidiary	-	-
(e) Income tax/ Sales tax/Entry tax/ Excise/ Octroi /Custom duty/ ESIC / Electricity Duty / Others	-	-
(f) Bills discounted	-	-
(g) Estimated amount of contracts remaining to be executed on capital account. (Net of advances)	-	-

**32 Managerial Remuneration :**

	<b>2016-2017</b>	<b>2015-2016</b>
(a) Remuneration paid or provided to the Chairman commission	-	-
(b) Remuneration paid or provided to the Managing Director	-	-
(i) Salary	-	-
(ii) Perquisites in cash or in kind	-	-
(iii) Contribution to Provident & Other Fund	-	-
(c) Remuneration paid to or provided to Whole Time Directors	-	-
(i) Salary and allowances	-	-
(ii) Perquisites in cash or in kind	-	-
(iii) Contribution to Provident & Other Fund	-	-
(d) Sitting fees to directors ` (Previous Year `).	-	-

  
Accounts Officer

  
General Director