

EKC International FZE
Jebel Ali Free Zone, Dubai, U.A.E.

17th Audited Financial Statements
Year Ended March 31, 2023

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Independent Auditor's Report to the Sole Shareholder of

EKC International FZE

P.O. Box 61041, Jebel Ali Free Zone, Dubai, U.A.E.

Report on the Financial Statements

We have audited the accompanying financial statements of EKC International FZE, Dubai, U.A.E. which comprise the Statement of Financial Position as at March 31, 2023, and the Income Statement, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and the fair presentation of these financial statements in accordance with International Financial Reporting Standards for Small and Medium Sized Entities, and for such internal control as management determines is necessary to enable the presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations and disclosing, as applicable, matters related to going concern.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

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 the International Standards on Auditing. 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.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors judgement, including the assessment of the risk 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 the accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained up to the date of our auditor's report is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

Except for the following matters described in paragraph below, In our opinion, the Financial Statements present fairly, in all material respects, the Financial Position of the company as at March 31, 2023, the Results of its Operations, Changes in Equity and its Cash Flows for the year ended March 31, 2023 in accordance with the International Financial Reporting Standards for Small and Medium Sized Entities and comply with Law no 9 of 1992 of H.H. Sheikh Maktoum Bin Rashid Al Maktoum, Ruler of Dubai and Implementing Regulations issued by Jebel Ali Free Zone Authority, Government of Dubai, UAE.

Investment in Subsidiaries and Loans to them

As stated in Note 4 and 6 to the financial statements, the Company's Investments as at March 31, 2023 include Investments in Wholly Owned Subsidiaries aggregating to AED 28,383,523/-; and Unsecured Loans Given to Subsidiaries and Step Down Subsidiaries with interest thereon aggregating to AED 147,822,848/- and are being considered good and recoverable by the management. However these Subsidiaries have Accumulated Losses and their Net worth is fully eroded. Further these Subsidiaries are facing liquidity constraints due to which they may not be able to achieve projections made as per their respective business plans. In the absence of sufficient appropriate evidence, we are unable to comment upon the carrying value of these Investments and recoverability of the aforesaid dues and the consequential impact if any on the accompanying Financial Statements. However interest income is being accounted on these loans. Refer Note 21.

Without qualifying our opinion, we draw attention to the following matter:

These are standalone financial statements of the company. Financial statements consolidating the following companies are issued by the ultimate parent Everest Kanto Cylinder Limited, India.

EKC Egypt, Egypt	79.99% subsidiary
EKC Europe Zrt., Hungary	80% subsidiary
EKC Europe GmbH, Germany	100% subsidiary
EKC Hungary Kft., Hungary	100% subsidiary
CP Industries Holding Inc., USA	Step down 100% subsidiary of EKC Hungary Kft., Hungary

Other Legal and Regulatory Requirements

As required by the Implementing Regulations, we further confirm that we have obtained all information and explanation necessary for our audit and that proper books of accounts have been kept by the company. We are not aware of any violation of the above mentioned Regulations and the Articles of Association, which may have had a material effect on the business of the company or on its financial position.

for Parag Parekh and Co
Chartered Accountants



Parag Pratap Parekh
MOE Regn no 449
Dubai, United Arab Emirates
Dated : May 22, 2023



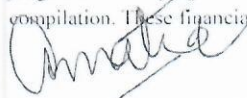
EKC International FZE, Jebel Ali Free Zone, Dubai, U.A.E.

Statement of Financial Position in UAE Dirhams

As at March 31, 2023

	Note	As at 31.3.2023	As at 31.3.2022
Non Current Assets			
Property, Plant and Equipment - Gross Block	Sch	80,972,496	77,696,016
Accumulated Depreciation		-49,468,197	-47,022,214
Net Block		31,504,299	30,673,802
Capital Work in Progress		526,841	0
Sub total	a	32,031,140	30,673,802
Investment in Subsidiaries	3	30,176,439	29,128,533
Unsecured Loans Given to Subsidiaries	4	147,822,848	144,682,188
Sub Total	b	177,999,287	173,810,721
Current Assets			
Inventory	5	72,796,710	70,090,081
Sundry Debtors	6	12,136,078	6,626,908
Cash and Bank Balances	7	6,656,645	12,816,718
Sale proceeds of Investment in Associates Receivable	8	935,136	728,966
Deposits, Advances & Prepayments	9	4,747,996	12,064,833
Due from Related Parties incl RP Debtors (Net)	10	10,167,125	5,348,000
Duties and Taxes (Vat Refundable)	11	331,370	154,819
Sub total	c	107,771,060	107,830,325
Less : Current Liabilities			
Sundry Creditors	12	8,698,154	10,396,225
Accruals	13	1,403,691	1,585,107
Secured Loans from Banks - Current Portion	14	1,579,249	91,428
Sub total	d	11,681,094	12,072,760
Net Current Assets	e = c-d	96,089,966	95,757,565
Non Current liabilities			
Secured Loans from Banks - Non Current Portion	14, f	129,106	156,350
Provision for Employee Terminal Benefits		602,954	586,485
Sub total		732,060	742,835
Net Assets	a, b,e,f	305,388,333	299,499,253
Shareholders Equity			
Share Capital	1a	1,000,000	1,000,000
Additional Capital	1a	16,203,619	16,203,619
Accumulated Profits		288,184,714	282,295,634
Total		305,388,333	299,499,253

We confirm that we are responsible for these financial statements, including selecting the accounting policies and making the judgments underlying them. We also confirm that we have made available all relevant accounting records and information for their compilation. These financial statements were authorised for issue on May 22, 2023 on behalf of the Board by


Mr. Chandra Prakash Batra
Director



Parag Parekh & Co
Chartered Accountants



EKC International FZE

P.O. Box No. 61041, Jebel Ali Free Zone, Dubai, U.A.E.

Income statement

Year Ended March 31, 2023

All figures are expressed in U.A.E. Dirhams

	Y.E. 31.3.2023	Y.F. 31.3.2022	4th Q.E. 31.3.2023	3rd Q.E. 31.12.2022	2nd Q.E. 30.9.2022	1st Q.E. 30.6.2022
Sales						
Sales-Manufacturing	89,620,732	117,124,120	21,270,900	28,031,254	15,613,041	24,705,537
Sales-Trading	1,689,681	1,718,488	1,643,982	0	0	45,699
Sub - total	91,310,413	118,842,608	22,914,882	28,031,254	15,613,041	24,751,236
Increase / (Decrease) in Stock of FG/WIP	6,119,742	5,715,679	1,385,977	-5,956,822	5,193,320	5,497,267
Total Income	97,430,155	124,558,287	24,300,859	22,074,432	20,806,361	30,248,503
Expenses						
Raw Materials Consumed	57,102,048	56,695,817	13,482,743	13,427,847	12,581,010	17,610,448
Trading Cost of Sales	695,829	1,177,159	672,671	0	0	23,158
Manufacturing Expenses	14,711,782	23,836,798	3,712,405	3,394,956	3,649,799	3,954,622
Personnel Expenses	10,148,305	10,808,566	2,542,292	2,470,665	2,589,114	2,546,234
Selling Expenses	5,423,951	7,824,057	1,303,975	1,487,515	912,698	1,719,763
Administrative Expenses	3,569,014	3,292,716	982,060	975,975	714,155	896,824
Finance Expenses	710,983	772,831	-107,973	396,907	198,391	223,658
Interest Income from Loan to Related Parties	-3,140,660	-1,600,441	-1,135,185	-952,645	-660,277	-392,553
Depreciation	2,668,157	2,521,506	679,909	665,634	666,036	656,578
Total Expenses	91,889,409	105,329,009	22,132,897	21,866,854	20,650,926	27,238,732
Net Profit from Operations	5,540,746	19,229,278	2,167,962	207,578	155,435	3,009,771
Other Income	142,165	59,231	4,267	84,703	36,862	16,333
Net Profit	5,682,911	19,288,509	2,172,229	292,281	192,297	3,026,104
Extra - Ordinary Items						
Forex Loss on Receivables from Sale of Investment in Associate's Equity & (Loss) Gain on Sale of Investment in Associate's Equity	206,169	-1,250,736	263,769	20,405	-40,518	-37,487
Net Profit / (Loss) carried to Accumulated Profits	5,889,080	18,037,773	2,435,998	312,686	151,779	2,988,617

Financial statements were authorised on behalf of the Board by

Mr. Chandra Prakash Batra
Director



Parag Parekh & Co
Chartered Accountants



EKC International FZE

P.O. Box No. 61041, Jebel Ali Free Zone, Dubai, U.A.E.

Statement of Changes in Equity

Year Ended March 31, 2023

All figures are expressed in **UAE Dirhams**

	Share Capital	Additional Capital	Accumulated Profits	Total
Balance as at 31.3.2022	1,000,000	16,203,619	282,295,634	299,499,253
Transfer from Income Statement	0	0	5,889,080	5,889,080
Balance as at 31.3.2023	<u>1,000,000</u>	<u>16,203,619</u>	<u>288,184,714</u>	<u>305,388,333</u>
Balance as at 31.3.2021	1,000,000	16,203,619	264,257,861	281,461,480
Transfer from Income Statement	0	0	18,037,773	18,037,773
Balance as at 31.3.2022	<u>1,000,000</u>	<u>16,203,619</u>	<u>282,295,634</u>	<u>299,499,253</u>



EKC International FZE**Statement of Cash Flows** in UAE Dirhams
Year Ended March 31, 2023

	YE 31.3.2023	YE 31.3.2022	
I Cash flow from Operating Activities			
Net Profit / (Loss)	5,889,080	18,037,773	
Add: 'Forex Loss on Receivables from Sale of Investment in Associate's Equity & Loss on Sale of Investment in Associate's Equity	-206,169	1,250,736	
Add: Depreciation	2,668,157	2,521,506	
Add: Finance expenses	710,983	772,831	
Less : Interest Income from Fixed Deposits	-12,711	-4,033	
Less: Profit on Sale of Fixed Assets	-4,175	0	
Less : Interest income from Related Parties	-3,140,660	-956,947	
Operating Profit before changes in operating assets and liabilities	<u>5,904,505</u>	<u>21,621,866</u>	
Inventory	-2,706,629	-32,219,810	
Sundry Debtors	-5,509,170	3,154,155	
Deposits, Advances & Prepayments	7,316,837	-1,784,256	
Sundry Creditors	-1,698,071	1,690,092	
Accruals	-181,416	1,012,293	
Provision for Employee Terminal Benefits	16,469	586,485	
Duties and Taxes (Vat Refundable)	-176,551	-32,246	
Net Cash from / (used in) Operating Activities	<u><u>2,965,974</u></u>	<u><u>-5,971,421</u></u>	
II Cash Flow from Investing Activities			
Purchase of Property, Plant and Equipment	-3,526,480	-2,912,725	
Capital Work in Progress	-526,841	0	
Sale Proceeds of Vehicles	32,000	0	
Fixed Deposits (Under Lien)	221,434	-136,382	
Margin Accounts (Under Lien)	-616,011	0	
Investment in Subsidiaries (At Cost)	-1,047,906	-745,010	
Due from Related Parties (Net)	-4,819,125	36,741,523	
Interest Income from Fixed Deposits	12,711	4,033	
Net Cash used in Investing Activities	<u><u>-10,270,218</u></u>	<u><u>32,951,439</u></u>	
III Cash Flow from Financing Activities			
Secured Loans from Banks	-28,528	-119,094	
Unsecured Loan from Related Parties	0	-1,858,578	
Finance Expenses	-710,983	-772,831	
Net Cash from / (used) in Financing Activities	<u><u>-739,511</u></u>	<u><u>-2,750,503</u></u>	
Changes in Cash and Cash Equivalents	I+II+III	-8,043,755	24,229,515
Cash & Cash Equivalents at the year beginning		<u>11,927,686</u>	<u>-12,301,829</u>
Cash and Cash Equivalents at the year end		<u><u>3,883,931</u></u>	<u><u>11,927,686</u></u>
		-	-
Supplemental Cash Flow Statement Information			
Non-Cash Transactions		Nil	Nil



EKC International FZE

P.O.Box No. 61041, Jebel Ali Free Zone, Dubai, U.A.E.

Accounting Policies and Explanatory Notes

Year Ended March 31, 2023

All figures are expressed in U.A.E. Dirhams

1a Legal Status

EKC International FZE is incorporated as a Free Zone Establishment with Limited Liability Pursuant to Law no. 9 of 1992 of H.H. Sheikh Maktoum Bin Rashid Al Maktoum, Ruler of Dubai and Implementing Regulations issued thereunder by the Jebel Ali Free Zone Authority, Government of Dubai, U.A.E.

The Jebel Ali Free Zone Authority, Dubai, U.A.E has issued the Certificate of Formation number 1340 dated 17.6.2006, Trading Licence number 6963 dated 30.6.2006 and the Industrial Licence number 7676 dated 15.4.2007.

The registered office of the company is located at Plot MO0313 , Jebel Ali Free Zone, Dubai, U.A.E.

Everest Kanto Cylinder Limited, Mumbai, India, is the sole shareholder of the company. The company is hence a wholly owned subsidiary. The Parent is a listed Public Company in India.

To comply with local regulations, the company is registered with a share capital of AED 1 million comprising of one share of AED 1 million. However the shareholder's additional investments are presented as additional share capital in these financial statements.

The company has established three branches as follows:

Registration Number	Date	Country
2276436	05.12.2012	Colombia
13122061	11.11.2013	Peru
EIF180510N54	24.05.2018	Mexico

Transactions for these branches are accounted in company's main books of accounts.

1b Business Activities

The company is engaged in the business of manufacturing of High Pressure Gas cylinders through its 2 plants in Jebel Ali Free Zone, Dubai, UAE.

The company also started trading in Fire Protection Systems (Pre-Engineered & Total Flooding System) under 'Fire Fighting Division' with effect from March 2016. Financial performance for this division is given in Segment reporting notes.



1c Management

As per the Parent Company's Board Resolution dated 14.1.2006, the company is managed by Mr. Pushkar Khurana, Managing Director.

2 Accounting Policies

The company presents its annual financial statements in accordance with the International Financial Reporting Standards for Small and Medium Sized Entities issued by the International Accounting Standards Board. Management chooses and applies its accounting policies consistently to similar transactions and events, unless otherwise stated.

a Accounting Basis

These financial Statements are prepared under the accrual basis of accounting. Under the accrual basis of accounting, transactions and events are recognised when they occur (and not as cash or its equivalent is received or paid) and they are recorded in the accounting records and reported in the financial statements of the periods to which they relate.

b. Measurement Basis

These Financial Statements have been prepared on historical cost basis.

c. Functional/ Presentation Currency

Items included in the Financial statements are measured using the currency of the primary economic environment in which the entity operates viz. the UAE Dirhams (AED).

d. Property, Plant and Equipment (Section 17 - IFRS for SMEs)

Property, plant and equipment is initially recognised at their purchase cost together with any incidental expenses of acquisition and excluding ANY borrowing costs incurred. Subsequently PPE is measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation on property, plant and equipment has been computed from the date of purchase at Straight Line Method at the rates prescribed under Part "C", Schedule II of the Indian Companies Act 2013 with effect from April 1, 2014 to maintain consistency with the depreciation policies followed by the parent company, Till March 31, 2014 the company followed rates prescribed under Schedule XIV of the Indian Companies Act of 1956.

Depreciation begins when assets are available to use. Depreciation does not cease if assets are idle.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the statement of income.



e Investment in Subsidiaries (Equity holding of 51% or more)

Section 9 - IFRS for SMEs - Consolidated and Separate Financial statements

A subsidiary is an entity controlled by the parent company. Control is said to exist when the parent has the power to govern the financial and operating policies of the entity so as to obtain economic benefits.

A parent prepares consolidated financial statements in which it consolidates its investments in subsidiaries in accordance with IFRS for SMEs.

When a parent prepares separate financial statements, they will account the investment in subsidiaries at cost less impairment or at fair value with changes in fair value recognised in the profit or loss, *irrespective of whether the subsidiary is newly incorporated or acquired*.

If an entity ceases to be a subsidiary but the investor continues to hold an investment in the former subsidiary that investment is accounted for as a financial asset in accordance with Section 11 (basic financial instruments) or Section 12 (other financial instruments) from the date the entity ceases to be a subsidiary, provided that it does not become an associate or a jointly controlled entity. The carrying amount of the investment at the date that the entity ceases to be a subsidiary is regarded as the cost on initial measurement of the financial asset.

**f Investment in Associates (equity holding between 20% to 49%)
(Section 14 - IFRS for SMEs)**

Associates are entities over which the investor has significant influence but has no control or joint control. Where the investor holds shareholding between 20% and 49% of the voting rights **significant influence** exists.

The investor can account for its investments by either the cost or equity or fair value method.

The company has elected to account for investments in associates at cost less any accumulated impairment losses unless published price quotations are available, in which case, the company will measure its investments at fair value with changes in fair value recognised in the Income Statement.

Under the cost and fair value methods, the company will recognise dividends and other distributions received as income on accrual basis when the right to receive dividends is established.

On disposal of an investment, the difference between the net disposal proceeds and the carrying amount is recognised to the income statement.



g Inventory (Section 13 -IFRS for SMEs)

- i** Inventories of raw materials, consumables and trading goods have been valued at lower of cost and net realisable value. Cost is determined by FIFO method. Cost includes all the expenses incurred in bringing the inventories to their present location.
- ii** Inventories of work in process and finished goods have been valued at lower of cost and net realisable value. Cost is determined by FIFO method. Cost includes cost of raw materials consumed, labour and other manufacturing overheads incurred.
- iii** Net realisable value is the estimate of selling price in the ordinary course of business less selling expenses. At each reporting date, inventory is assessed for impairment due to damage and obsolescence. If inventory is impaired, it is measured at its selling price less costs to complete and sell; and to recognise the impairment loss in profit or loss.
- iv** Inventory being held for 3 years or more is considered as slow moving and provided for.

h Trade Debtors (Section 11 - IFRS for SMEs)

Trade Debtors are recognised initially at transaction price and subsequently carried at anticipated realisable value. Provision for impairment is made for doubtful debtors based on a review of the ageing analysis at the statement of financial position date. Individual trade debtors balances are written off when there is an objective evidence that the amount due will not be collected.

i Impairment of Tangible Assets (Section 27 - IFRS for SMEs)

At each Statement of Financial Position date, the company reviews the carrying amount of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). An impairment loss is recognised in the income statement unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

j Foreign Currency Translation (Section 30 - IFRS for SMEs)

Foreign currency transactions are converted into U.A.E. Dirhams at the prevailing rate of exchange.

Foreign currency balances as on Statement of Financial Position date are reinstated into U.A.E. Dirhams at the prevailing rate of exchange.

Foreign currency loss or gains arising are accounted to the Income Statement.



k Accounting for Operating Leases (Section 20 - IFRS for SMEs)

Leases of assets under which all the risks and benefits of ownership are effectively retained by the lessor are classified as operating leases.

Where the company is a Lessee:

Payments made under operating leases are charged to the Income Statement on a straight-line basis over the period of the lease.

l Revenue Recognition

Sales are recognised when the company has transferred to the buyer significant risks and rewards of ownership of goods.

m Cash and Cash Equivalents

Cash and Cash Equivalents for the purpose of cash flow statement comprises of cash, bank overdraft, bank current and call accounts, fixed deposits free from lien with a maturity date of 3 months or less from the date of deposit.

As at..	31.3.2023	31.3.2022
Cash in Hand	57,096	57,550
<i>Balance with Banks</i>		
Current Accounts	3,618,061	1,384,454
Bank Overdraft account	-1,489,105	0
Bank Overdraft account (Debit Balance)	1,697,879	10,485,682
Total	<u>3,883,931</u>	<u>11,927,686</u>

3 Investment in Subsidiaries (at cost)

3a EKC Hungary Kft, Hungary (WOS)	28,247,627	28,247,627
3b EKC Europe GmbH, Germany (WOS)	135,896	135,896
3c EKC Europe Zrt- Hungary (80% Owned)	745,010	745,010
3d EKC Egypt, Egypt (79.99% Owned)	1,047,906	0
Total	<u>30,176,439</u>	<u>29,128,533</u>



Notes :

3a EKC Hungary Kft, Hungary

Investment in share capital represents remittances in U.S.Dollar as under:

	<i>USD</i>	<i>Exchange</i>	<i>HUF</i>
Initial Remittance	7,098,089	159.76	1,134,000,000
Conversion of Loan portion into share capital dated 2.9.2010	579,152	228.99	132,620,000
Advance for Capital trf to capital 1.4.2014	11,941	226.95	2,710,010
Share capital as at this balance date	<u>7,689,182</u>		<u>1,269,330,010</u>

- i As per management policy, these investments are retained at the rate of exchange on actual remittance. There will be no exchange losses arising due to fluctuations in the USD to HUF rates as the UAE Dirham is pegged to the U.S.Dollar at fixed exchange rate of 1 USD = 3.673 UAE Dirhams. The investments are in US Dollars and the eventual return of capital invested will also be in US Dollars. For info only USD 1 = HUF 349.35 as at 31.3.2023
- ii As a part of its globalisation in manufacturing 'CNG and other gases' cylinders, the company has incorporated a wholly owned subsidiary EKC Hungary Kft. EKC Hungary Kft, has further incorporated a wholly owned subsidiary CP Industries Holdings Inc., Pittsburgh, USA and acquired net assets of CP Industries, a division of Reunion Industries Inc., USA for USD 60.2M.
- iii As per Auditor's Report, the shareholders equity as at 31.12.2022 of EKC Hungary Kft (investee company) is negative at USD 7,878,902/- as against our equity investment of USD 7,689,182/-. However Management has opted not to write-down its investments in these standalone financial statements as the consolidated financial statements issued by the parent company reflect the write-downs / impairments after eliminating inter company balances.

3b EKC Europe GmbH, Germany

The company has acquired 100% shares of Blitz D11- eins-sschs-diei GmbH, Germany a shelf company in total purchase consideration of Euro 27,000/- for 25,000 shares of Euro 1. Full payment has been made on October 1, 2011.

Blitz D11- eins-sschs-diei GmbH has changed it's name to EKC Europe GmbH, Germany with effect from 17.2.2012 .

The investments are in Euro and the eventual return of capital invested will also be in Euro. For info only Euro 1 = AED 3.994 as at 31.3.2023

As per Management Accounts, the shareholders net equity as at 31.12.2022 of the investee company is negative at Euro 626,605/- as against our equity investment of Euro 27,000/-. However Management has opted not to write-down its investments in these standalone financial statements as the consolidated financial statements issued by the parent company reflect the write-downs / impairments after eliminating inter company balances.



3c EKC Europe Zrt, Hungary (80% owned) - At Cost

The subscribed share capital of the investee company is HUF 100,000,000/-. The company holds 80% shares in it i.e. HUF 80,000,000/.

The Main Business activity of the investee company as per registration is Manufacturing of tanks, reservoirs and containers of metal.

So far the company has remitted 75% against it's share of 80% i.e. USD 203,000/- OR AED 745,010/- equivalent to HUF 60,000,000/- ; eventual returns will also be in USD hence there will be no Exchange gain /loss. For info only USD 1 = HUF 349 as at 31.03.2023

As per Management Accounts, the shareholders net equity as at 31.12.2022 of the investee company is HUF 63,800,000/-

3d EKC Egypt, Egypt (79.99% Owned) - At Cost

The Issued capital of the investee company is EGP 70,000,000/- (consist of 70,000 shares each of EGP 1,000 value). The company holds 79.99% shares in it.

The main business activity of the investee company as per commercial register is manufacturing of high pressure vessels.

So far the company has remitted 10% against it's share i.e. EGP 5,599,300/- (AED 1,047,906/- equivalent to USD 285,532.89);

As per management policy, these investments are retained at the rate of exchange on actual remittance. There will be no exchange losses arising due to fluctuations in the USD to EGP rates as the UAE Dirham is pegged to the U.S.Dollar at fixed exchange rate of 1 USD = 3.673 UAE Dirhams. The investments are in US Dollars and the eventual return of capital invested will also be in US Dollars. For info only USD 1 = EGP 30.77 as at 31.3.2023

As per Auditor's Report, the shareholders net equity as at 31.12.2022 of the investee company is EGP 5,390,867/-



As at..	31.3.2023	31.3.2022
4 Unsecured Loans Given to Subsidiaries		
a Loan given to wholly owned subsidiary, EKC Hungary Kft (USD)	49,372,866	49,372,866
b Loan given to wholly owned subsidiary EKC Europe GmbH, Germany (Euro)	1,222,712	1,222,712
Interest receivable	168,909	129,142
c Loan given to step down subsidiary, CP Industries Holdings Inc., USA (USD)	77,592,608	77,592,608
Interest receivable	19,465,753	16,364,860
Total	147,822,848	144,682,188

Notes:

- i** The company has given US Dollar loans to its Wholly Owned Subsidiary EKC Hungary Kft, Hungary. The loan is interest free from 1.4.2010 as per amended loan contract dated 1-6-2010. It's repayable on demand.

However, there is no repayment since 12.4.2008 hence it is taken to non current assets.

- ii** The company has given Euro loans to its Wholly Owned Subsidiary EKC Europe GmbH, Germany at a interest rate of 3 months LIBOR + 3 %. p.a. repayable over 1 year and hence are considered as non current assets.

As per management policy, these loans are retained at the rate of exchange on actual remittance. The Loans given are in Euro and the repayment of loans will also be in Euro.

- iii** The company has given US Dollar loans to its step down wholly owned subsidiary CP Industries Holdings Inc., USA bearing interest at floating rates of 3 months LIBOR + 1 % repayment date extended up to 31.3.2023; however it is not been repaid since July 2010 hence it is presented as non current assets.

As per Auditor's Report, Shareholders Equity as at 31.12.2022 is negative at USD 20,897,253/-

- iv** Though the Net worth of the Investee companies is negative, Management has opted not to write-down above Unsecured Loans Given on its impairment in these standalone financial statements as the consolidated financial statements issued by the parent company reflect the write-downs / impairments after eliminating inter company balances.



As at..	31.3.2023	31.3.2022
5 Inventory (at FIFO method) <i>(As Valued, Verified & Certified by Managing Director)</i>		
Raw materials- Pipes	29,471,247	33,683,736
Raw materials - Valves	572,913	627,233
Work-in-Process	12,875,409	14,900,834
Finished Goods	19,824,881	11,641,080
Trading Goods	3,312,832	3,312,832
Fuel & Gas	60,357	49,323
Stores and Consumables	6,799,934	6,118,372
Sub Total	<u>72,917,573</u>	<u>70,333,410</u>
Provision for Slow Moving Items	-120,863	-243,329
Total	<u><u>72,796,710</u></u>	<u><u>70,090,081</u></u>
6 Sundry Debtors		
Sundry Debtors	17,327,152	11,817,982
Provision for Doubtful Debts	-5,191,074	-5,191,074
Total	<u><u>12,136,078</u></u>	<u><u>6,626,908</u></u>
Notes:		
i Outstanding for less than six months		
- Secured By LC	10,431,200	4,585,086
- Unsecured	1,148,798	1,950,308
<i>Sub Total</i>	<u>11,579,998</u>	<u>6,535,394</u>
ii Outstanding for more than six months		
- Secured By LC	0	0
- Unsecured	5,747,154	5,282,588
<i>Sub Total</i>	<u>5,747,154</u>	<u>5,282,588</u>
Total	<u><u>17,327,152</u></u>	<u><u>11,817,982</u></u>
iii Subsequent receipts till 24.4.2023	5,062,633	
iv Provision for doubtful debts is made for outstanding for more than 11 years.		
v Balances are taken as per books pending confirmations.		



As at.. 31.3.2023 31.3.2022

7 Cash & Bank Balances

Cash On Hand	57,096	57,550
Balance with Banks		
In Current Accounts	3,618,061	1,384,454
In Overdraft accounts (Debit balance)	1,697,879	10,485,682
In Fixed Deposits (Under lien)	667,598	889,032
In Margin Accounts (Under lien)	616,011	0
Total	6,656,645	12,816,718

8 Sale Proceeds of Investment in Associates Receivable

Investment in 36.04% equity of EKC Industries (Tianjin) Co. Ltd., China. (At Cost)	41,230,633	41,230,633
Loss on Sales of Investment in Associate's Equity	-22,257,786	-22,257,786
Forex Loss, compensation and expenses	-1,044,566	-1,250,736
Sale Proceeds Received	-16,993,145	-16,993,145
Total	935,136	728,966

Note :

- i An Agreement for Sale of Investment in Equity dated 15.4.2018 had been entered into by EKC India and EKC Dubai with a Third Party to transfer 100% shares in EKC China for a consideration of RMB/CNY 93,500,000 (Equivalent to AED 52,646,396/-) and each seller's share in the consideration receivable is :

	Share	RMB/CNY	AED
EKC International FZE, Dubai, U.A.E.	36.04%	33,695,776	18,972,847
Everest Kanto Cylinder Limited, Mumbai, India	63.96%	59,804,224	33,673,549
Total	100%	93,500,000	52,646,396

- ii The company has received AED 16,993,145/- against their share in their bank account on April 1, 2021.
- iii Balance amount is held in the escrow account ; subsequent balance as on 14.4.2023 is CNY 8,159,956/-
- iv Balance amount is in retention and will be released, upon fulfilment of contractual obligation, after December 17, 2023 hence it is presented as current assets.



As at..	31.3.2023	31.3.2022
9 Deposits, Advances & Prepayments <i>(unsecured and considered good)</i>		
Deposits	744,509	243,944
Advances to Suppliers	3,698,069	11,656,042
Advance to Staff	12,193	3,468
Prepaid Expenses	293,225	161,379
Total	<u>4,747,996</u>	<u>12,064,833</u>

10 Due from Related Parties incl RP Debtors (Net)

a EKC Industries -Dubai Branch of Parent Company -(net)	1,291,133	1,451,411
b Everest Kanto Cylinder Ltd, India (Parent Company)-(net)	697,152	781,497
c C.P.Industries Holding Inc., USA (Step Down WOS)	-1,028,701	-1,018,304
d EKC Europe GmbH, Germany (Wholly Owned Subsidiary)	6,691,328	4,116,034
e EKC Hungary Kft, Hungary	17,362	17,362
f EKC Egypt, Egypt (79.99% subsidiary)	2,498,851	0
Total	<u>10,167,125</u>	<u>5,348,000</u>

Balance due from Everest Kanto Cylinder Ltd, India is reconciled with differences identified.

11 Duties and Taxes (Vat Refundable)

i Net Input For November 2022 to January 2023 <i>Received 208,483/- subsequently on 12.4.2023</i>	208,483	0
ii Net Input For February and March 2023 (Unclaimed) <i>(VAT refund to be claimed along with April 2023 vat figures ; Return filing period February to April 2023)</i>	122,887	154,819
	<u>331,370</u>	<u>154,819</u>

12 Sundry Creditors

For Capital Expenditure	9,412	31,330
For RM, Stores and Expenses	7,564,683	9,040,483
For Trading Goods	195,591	0
Advance from Customers	928,468	1,324,412
Total	<u>8,698,154</u>	<u>10,396,225</u>

Balances are taken as per Books pending confirmations



13 Accruals

Outstanding Expenses	860,107	1,017,923
Salaries and Wages Payable	543,584	567,184
Total	<u>1,403,691</u>	<u>1,585,107</u>

14 Secured loans from Banks

Current Portion

Bank Overdraft -BOB	1,489,105	0
Vehicle Loans from Bank	90,144	91,428
Total	<u>1,579,249</u>	<u>91,428</u>

Non Current Portion

Vehicle Loans from Bank	<u>129,106</u>	<u>156,350</u>
Total	<u>1,708,355</u>	<u>247,778</u>

Notes:

- a Total Facilities** of AED 34.58 Million from **National Bank of Fujairah PJSC**, Dubai, U.A.E. include AED 14.18 Million Overdraft Facility bearing interest rate of 1.8965% p.a. over 1M SOFR and AED 20 Million Trade Limit (Letter of Credit / Trust Receipt/ Performance Guarantees) bearing interest rate of 3.5% p.a. over 6 months EIBOR with 20% cash margin at the time of LC opening and AED 400,000/- Labour Guarantee facility with 100% Margin.

These facilities are secured by first degree registered mortgage over properties i.e. Factory and Office built on Plot nos. MO0313 & S21004 , Jebel Ali Free Zone, Dubai, U.A.E. for AED 27,500,000/- and AED 6,700,000/- respectively in favour of bank.

- b Total Facilities** of AED 7.03 Million are from **Abu Dhabi Commercial Bank**, Dubai, U.A.E. bearing rate of Interest of 1.1% p.a for overdraft.
- c Total Facilities** of AED 8.4 Million are from **Bank of Baroda** Dubai, U.A.E. bearing rate of Interest of 3M EIBOR + 5.55% with minimum 6.15% p.a. Facility includes Overdraft, Trust Receipts, Local Cheques / Bills Discounting, Export Bills Purchase / Discounting, and Letters of Credit and Performance Guarantees.

These facilities are secured by Assignment of Stocks, Moveable Assets, Receivables, Lien over Fixed Deposits and mortgage of Residential Properties in Dubai, U.A.E in personal name of Director.

- d Vehicles Loans** are secured by hypothecation of vehicles and are at fixed rates of interest. These loans are repayable in 48 to 60 monthly instalments.



Year Ended..	31.3.2023	31.3.2022
15 Decrease / (Increase) in Stock		
Work in Process		
Opening Stock	14,900,835	14,473,657
Provision for slow moving (New)	113,487	0
Provision for slow moving (reversed as stock utilised)	-82,230	0
Closing Stock	-12,875,409	-14,900,834
Sub Total	a <u>2,056,683</u>	<u>-427,177</u>
Finished Goods		
Opening stock	11,641,080	6,352,578
Provision for slow moving (New)	7,376	0
Closing Stock	-19,824,881	-11,641,080
Sub Total	b <u>-8,176,425</u>	<u>-5,288,502</u>
Total	a+b <u><u>-6,119,742</u></u>	<u><u>-5,715,679</u></u>
16 Raw Materials Consumed		
Opening Stock	34,310,969	8,538,411
Purchases and Direct Expenses	53,022,696	82,495,295
Provision for slow moving (reversed as stock utilised)	-161,099	0
Transferred to Trading Valves	-26,358	-26,920
Closing stock	-30,044,160	-34,310,969
Total	<u><u>57,102,048</u></u>	<u><u>56,695,817</u></u>
17 Trading Cost of Sales		
Opening Stock	3,312,832	3,398,316
Trading Purchases & Direct Expenses	669,471	1,064,755
Transfer -In		
RM Valves to Trading Valves	26,358	26,920
Closing Stock	-3,312,832	-3,312,832
Total	<u><u>695,829</u></u>	<u><u>1,177,159</u></u>



Year Ended..	31.3.2023	31.3.2022
18 Manufacturing Expenses		
Fuel and Gas consumed		
Opening stock	49,323	34,970
Purchases	3,682,326	3,856,161
Closing Stock	-60,357	-49,323
Sub Total	a <u>3,671,292</u>	<u>3,841,808</u>
Stores, Spares & Tools		
Opening Stock	6,118,372	5,315,669
Purchase	4,820,263	12,802,859
Closing Stock	b -6,799,934	-6,118,372
Sub Total	<u>4,138,701</u>	<u>12,000,156</u>
Other Manufacturing overheads	c	7,994,834
Total	a+b+c <u>14,711,782</u>	<u>23,836,798</u>
19 Personnel Expenses		
Wages and benefits to supervisors and workers	5,573,847	6,118,265
Salaries and benefits to staff	2,351,259	2,732,808
Salaries and benefits to Directors	2,223,199	1,957,493
Total	<u>10,148,305</u>	<u>10,808,566</u>
20 Interest Income from Loans Given to Related Parties		
Interest Income on Loan To CP Industries Holdings, USA	3,100,893	922,888
Interest Income on Loan To EKC Europe GmbH, Germany	39,767	34,059
Interest Payable on Loan Written Back- EKC Thailand	0	643,494
Total	<u>3,140,660</u>	<u>1,600,441</u>



Year Ended..	31.3.2023	31.3.2022
21 'Forex Loss on Receivables from Sale of Investment in Associate's Equity & Loss on Sale of Investment in Associate's Equity'		
Forex Loss on Total Receivable of the Sale of Investment in Associate's Equity	126,808	290,736
Compensation to Tianjin Xinbalun Tech Co - China	616,588	0
Court Case Expenses - EKC China	10,435	0
Provision for Doubtful Receivable EKC China - reversed in FY 2022-23 on losing the court case and recorded actual compensation payable as above.	-960,000	960,000
Total	<u>-206,169</u>	<u>1,250,736</u>

22 Lease commitments

The company has entered into lease agreements with Jebel Ali Free Zone Authority, for two plots of land in Jebel Ali Free Zone, Dubai, U.A.E. The unexpired portion of the lease commitment as at the statement of financial position date is as under :

- a Plot MO 0313 (partly subleased);** awaiting complete transfer from EKC Industries, Dubai Branch of Parent Company.

The lease is for the period 25.8.2016 to 24.8.2031 at a current annual rent of AED 510,000/-.	4,292,500	4,802,500
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- b Plot S21004 -** Being Utilised for Plant II.

The lease is for the period 5.4.2022 to 4.10.2025 at a annual rent of AED 586,945/-(revised from 5.4.2022)	1,467,363	
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The lease is for the period 5.10.2018 to 4.10.2025 at a annual rent of AED 522,840/-.		1,829,940
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Total	<u>5,759,863</u>	<u>6,632,440</u>
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23 Contingent liabilities

- | | | |
|---|---------|---------|
| i Letter of Guarantees (staff visas) | 300,000 | 400,000 |
| ii Balance Receivable on sale of Equity Investment in EKC China is held in Escrow Account under contractual terms. Any Contingent Liabilities which may arise on this receivable is not ascertainable. | | |



24 Significant Events occurring after the Statement of Financial Position date

There were no significant events occurring after the statement of financial position date which require disclosure.

25 Related Parties (Section 33 - IFRS for SMEs)

The company in the normal course of business enters into transactions with other business enterprises that fall within the definition of Related Party. The company sells to /buys from its related party on arms length basis and / or at cost plus margins.

Year Ended.. **31.3.2023** **31.3.2022**

Balances with related parties are stated in their respective notes; their **transactions are as under :**

i Everest Kanto Cylinder Ltd, India (Parent Company)

Trading Sale (Fire Fighting) EKC Mumbai	12,313	0
Sales Semi Finished (Steel Shell) - EKC Mumbai	0	737,670
Purchase Trading - Cylinders	0	440
Tr-Purchase CNG Vessel Storage Assembly	0	447,740
Purchase Trading - Fire fighting	182,800	52,467
Expenses - Stores Consumable	356,149	2,382,287
Clearing & Forwarding Inward - Fire Fighting	5,388	0

ii CP Industries Holdings Inc., U.S.A. (Step Down Subsidiary)

Sales Mfg. - Export- CNG cylinders	612,009	524,590
Freight Collected (sales)	120,890	0
Interest Income on Loan To CP Industries Holdings, USA	3,100,893	922,888

iii EKC Europe GmbH, Germany

Sales Mfg. - Export - CNG / Industrial Cylinders*	11,949,159	4,489,747
Freight Collected From Other -EKC Europe	78,043	32,573
Interest Income on Loan To EKC Europe GmbH, Germany	39,767	34,059
Sales Commission Expense - Ekc Europe GmbH, Germany	0	31,878

*Note :

Third party sales routed thru EKC Europe. Since these are not consolidated financials with 100% subsidiary company EKC Europe GmbH, these sales can be treated as direct sales of the company.



Year Ended..	31.3.2023	31.3.2022
iv EKC Thailand Co Ltd		
Expenses - Interest on Loan Taken	0	32,716
Interest Payable on Loan Written Back (Income)	0	643,494
v Sitting Fees to Independent Director	13,000	13,500
vi Salaries and benefits to Directors	2,223,199	1,957,493

26 Segment reporting

The financial performance of the Fire Fighting Trading Business is as under :

Sales	1,643,804	488,749
Cost of Sales		
Opening Stock	141,216	141,216
Purchase and Direct Expenses	665,104	350,500
Closing Stock	-141,216	-141,216
	<u>665,104</u>	<u>350,500</u>
Gross Profit	978,700	138,249
Indirect Expenses	599,501	894,780
Net Profit / (Loss)	<u>379,199</u>	<u>-756,531</u>

27 Financial Instruments (Section 11, 12 - IFRS for SMEs)

Financial Instruments means financial assets, financial liabilities and equity instruments.

Financial assets include Investments, cash, trade debtors, bank balances, deposits, advances and other receivables. Financial liabilities include bank borrowings, trade creditors, provisions and accruals, advances from customers, finance lease liabilities, and other payables.

a Fair Values

The fair values of the concern's financial assets and financial liabilities approximate to their carrying values.



b Credit Risk, and Exchange Rate Risk Exposure.

i Credit Risk

Financial assets, which potentially expose the company to credit risk, comprise mainly of bank balances and trade receivables.

The company's bank balances are placed with high credit quality financial institutions. As at March 31, 2023, three parties represented 56% of the outstanding trade debtors. (P.Y. 69%)

As at..	31.3.2023	31.3.2022
Country-wise break up of Trade Debtors :		
U.A.E.	8,171,142	5,191,407
Egypt	5,749,290	4,332,978
Mexico	497,593	793,671
Bangladesh	1,975,194	663,151
Oman	488,420	488,420
Sri Lanka	378,171	161,788
Colombia	0	95,372
Israel	64,836	64,836
India	2,505	26,359
Total	<u>17,327,152</u>	<u>11,817,982</u>
	-	-

ii Exchange Rate Risk

There is no significant exchange rate risk in transactions which are denominated in U.S.Dollars as it is fixed to UAE Dirham. Balances in other foreign currencies as at balance sheet date are:

Balances Denominated in Euro

Sundry Debtors	64,836	64,836
Bank Balances	1,996,515	84,131
Sundry Creditors	133,237	0

EKC Europe GmbH, Germany (Wholly Owned Subsidiary):

Investment in Subsidiaries	135,896	135,896
Loans to Subsidiaries	1,222,712	1,222,712
Interest Receivable	168,909	129,142
Due from Related Parties	6,872,962	4,145,321



As at.. 31.3.2023 31.3.2022

28 Number of Personnel as at Balance Sheet Date

Managing Director	1	1
Executive Director	1	1
Vice President (Fire Fighting Division)	1	1
Staff	19	18
Supervisors	23	21
Labours	165	173
Total	210	215

29 Previous Year's Figures

Previous year figures are regrouped or reclassified wherever necessary so as to conform with the current year's presentation.

30 In the opinion of the management all the assets as shown in the financial statements are existing and realisable at the amount shown against them, and there are no liabilities against the concern, contingent or otherwise, not included in the above financial statements.

31 Additional information - Quantitative Reconciliation

Year Ended.. 31.3.2023 31.3.2022

a Manufacturing Operations (CNG Cylinders)

Licenced Capacity	Nil	Nil
Installed Capacity (no's) @ 24 hours per day	196,000	196,000
Number of manufacturing plants	2	2
Units Produced during the year (numbers)	138,732	167,492

Year Ended..

b Manufactured Goods - CNG Cylinders

	31.3.2023		31.3.2022	
	Qty (no's)	Value	Qty (no's)	Value
Opening stock	22,573	11,641,080	11,163	6,352,578
Production	138,732	85,394,963	167,492	82,746,276
Sales at sale value	122,086	89,620,732	156,082	117,124,120
Closing stock	39,219	19,824,881	22,573	11,641,080



Property, Plant and Equipment Schedule

Year Ended March 31, 2023
All figures in UAE Dirhams

Particulars	Cost at		Gross Block		As at		Depreciation		Net Value	
	31.3.2022	31.3.2023	Additions	Disposals	31.3.2022	31.3.2023	Additions	Disposal	As at	As at
Factory Building - I	11,610,309	13,184,051	1,573,742	0	5,986,879	5,986,879	480,485	0	6,467,364	6,716,687
Factory Building - II	12,924,065	12,929,065	5,000	0	4,769,783	4,769,783	430,712	0	5,200,495	7,728,570
Residential Apartments	1,943,860	1,943,860	0	0	357,310	357,310	32,438	0	389,748	1,554,112
Plant and Machinery- I	22,684,534	24,081,592	1,397,058	0	15,711,772	15,711,772	574,343	0	16,286,115	7,795,477
Plant and Machinery-II	20,702,182	20,702,182	0	0	16,159,889	16,159,889	402,004	0	16,561,893	4,140,289
Factory Equipment	1,160,474	1,160,474	0	0	500,346	500,346	74,731	0	575,077	585,397
Vehicles	3,365,392	3,183,392	68,000	-250,000	1,480,812	1,480,812	409,703	-222,175	1,668,340	1,515,052
Furniture and Fixtures	2,576,645	2,875,934	299,289	0	1,399,200	1,399,200	199,509	0	1,598,709	1,277,225
Computers	421,834	493,675	71,841	0	374,321	374,321	45,215	0	419,536	74,139
Equipment (employees)	9,445	9,445	0	0	9,444	9,444	0	0	9,444	1
Air Conditioners	174,829	286,379	111,550	0	150,011	150,011	19,018	0	169,029	117,350
Office Equipment	122,447	122,447	0	0	122,447	122,447	0	0	122,447	0
Total	77,696,016	80,972,496	3,526,480	-250,000	47,022,214	47,022,214	2,668,158	-222,175	49,468,197	31,504,299

Notes :

- a Factory Buildings are constructed on leasehold land and are mortgaged against bank credit facilities.
- b Vehicles (cost) hypothecated against loans taken are : 479,075
- c Vehicle costing AED 414,815/- is registered in the personal name of the Director.



EKC International FZE

P.O. Box 61041, Jebel Ali Free Zone, Dubai, U.A.E.

“Other Information”**Year Ended..****31.3.2023****31.3.2022***All figures in UAE Dirhams***1 Significant Ratios**

Profit on trading sales	993,852	541,329
Profit on trading sales %	58.82%	31.50%
Net Profit from manufacturing sales excluding other income	4,546,894	18,687,949
Net Margin on manufacturing sales & Increase in stock	4.75%	15.21%
Raw materials consumed to mfg. sales & Increase in stock	59.64%	46.15%
Mfg. overheads to mfg. sales & Increase in stocks	15.37%	19.40%
Personnel costs to mfg. sales & Increase in stocks	10.60%	8.80%
Selling costs to mfg. sales & Increase in stocks	5.67%	6.37%
Admin costs to mfg. sales & Increase in stocks	3.73%	2.68%
Finance costs to mfg. sales & Increase in stocks	0.74%	0.63%
Depreciation to mfg. sales & Increase in stocks	2.79%	2.05%
Profit from operations on Sales (%)	6.07%	16.18%
Net Profit / (Loss) on sales (%)	6.45%	15.18%
Return on Average Investment (%)	1.95%	6.21%
Fixed assets turnover (times)	2.84	3.82
Current Ratio (Times)	9.23	8.93
Debt/ Equity Ratio (Times)	0.04	0.04
Inventory Turnover (Times)	1.25	1.70
Inventory Turnover (days)	291	215
Debtors turnover (days)	49	20



Year Ended.. 31.3.2023 31.3.2022

2 Bank credit facilities in UAE Dirhams

Limits

Overdraft / Trust Receipts / LC / Guarantees 50,010,000 53,555,000

Utilization

Overdraft	1,489,105	0
Letters of Credit / Bank Guarantees	3,816,184	5,966,570
Total	<u>5,305,289</u>	<u>5,966,570</u>

Bankers (with credit facilities)

National Bank of Fujairah (NBF), Dubai, U.A.E.
 Bank of Baroda (BOB), Dubai, U.A.E
 Abu Dhabi Commercial Bank PJSC (ADCB), Dubai, U.A.E.

3 Business Risks And Coverage in AED

Insurance:

	Policy Value	Book Value
Building I on Plot MO 313	8,500,000	6,716,687
Building II on Plot S2 1004	6,500,000	7,728,570
Plant and Machinery I on Plot MO 313 and Furniture etc.	20,953,000	9,849,588
Plant and Machinery II on Plot S2 1004	10,819,000	4,140,289
Property All Risks Coverage	<u>46,772,000</u>	<u>28,435,134</u>

4 Accounting Software

The company uses Tally ERP software ; Financial Accounts are integrated with Inventory (excluding Stores consumables) and Production.

