

**SAM GLOBAL PTE. LTD.**

(Incorporated in Singapore)

Reg. No.: 200806772W

Directors' Statements and Special Purpose Financial Statements  
Year Ended 31 March 2019

---

**Corporate Assurance PAC**

Public Accountants & Chartered Accountants

**Directors**

Vikas Jain (Resigned on 04.07.2018)  
Tripurari Kumar (Appointed on 04.07.2018)  
Salmiah Binte Sarpiat  
Lila Dhar Agrawal

**Secretaries**

Lim Soh Sea  
Masdewiana Binte Mohd Kasim

**Registered Office**

30 Cecil Street  
#19-08 Prudential Tower  
Singapore 049712

**Banker**

Indian Overseas Bank

**Auditors**

Corporate Assurance PAC  
Public Accountants & Chartered Accountants  
33 Ubi Avenue 3  
#06-06 Vertex  
Singapore 408868

**CONTENTS****PAGE**

Directors' Statement	2 – 3
Independent Auditor's Report on Special Purpose Financial Information Prepared for Consolidation Purposes	4 – 5
Statement of Profit or Loss and Other Comprehensive Income	6
Statement of Financial Position	7
Statement of Changes in Equity	8
Statement of Cash Flow	9
Notes to the Special Purpose Financial Statements	10 – 22

The directors are pleased to present their statement to the members together with the audited special purpose financial statements of Sam Global Pte. Ltd. (the "Company") for the financial year ended 31 March 2019.

### **Opinion of the Directors**

In the opinion of the directors,

- (a) the special purpose financial statements of the Company are drawn up so as to give a true and fair view of the financial position state of the Company as at 31 March 2019 and the financial performance, changes in equity and cash flow of the Company for the year ended, and
- (b) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

### **Directors**

The directors of the Company in office at the date of this statement are:

Tripurari Kumar  
Salmiah Binte Sarpiat  
Lila Dhar Agrawal

### **Arrangement to Enable Directors to Acquire Shares or Debentures**

Neither at the end nor at any time during the financial year was the Company a party any arrangement whose object are, or one of whose object is, to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of the Company or other body corporate.

### **Directors' Interest in Shares and Debentures**

None of the directors of the Company holding office at the reporting date had any interest in the shares or debentures of the Company or any related corporations either at the beginning or end of financial year.

### **Share Options**

There were no share options granted during the financial year to subscribe for unissued shares of the Company.

There were no shares issued during the financial year by virtue of the exercise of options to take up unissued shares of the Company.

There were no unissued shares of the Company under option at the end of the financial year.

**SAM GLOBAL PTE. LTD.**  
Directors' Statement

Special Purpose Financial Statements  
for the year ended 31 March 2019

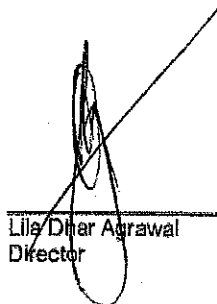
**Auditor**

Corporate Assurance PAC has expressed their willingness to accept appointment as auditor.

On behalf of the Board of Directors,



Tripuraj Kumar  
Director



Lila Dhar Agrawal  
Director

Singapore  
10 May 2019



**Independent Auditor's Report on  
Special Purpose Financial Information Prepared for Consolidation Purposes  
Sam Global Pte. Ltd.  
Reg No.: 200806772W**

---

***Report on the Special Purpose Financial Statements***

***Opinion***

We have audited the special purpose financial statements of Sam Global Pte. Ltd., which comprise the statement of financial position as at 31 March 2019, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flow of the Company for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying special purpose financial information for Sam Global Pte. Ltd. as of 31 March 2019 and for the year then ended has been prepared, in all material respects, as established by immediate and ultimate holding's auditor, in accordance with the recognition and measurement criteria of Indian Accounting Standard (Ind-AS) and the disclosure and presentation requirements of the Group.

***Restriction on Use and Distribution***

This reporting package represents a set of special purpose financial information, which has been prepared for purposes of providing information to Minda Industries Limited to enable it to prepare the consolidated financial statements of the group. As a result, the special purpose financial information is not a complete set of financial statements of Sam Global Pte. Ltd. in accordance with the Indian Accounting Standard (Ind-AS) and is not intended to give a true and fair view of the financial position of Sam Global Pte. Ltd. as of 31 March 2019, and of its financial performance, and its cash flows for the year then ended in accordance with the Indian Accounting Standard (Ind-AS). The financial information may, therefore, not be suitable for another purpose.

***Other Information***

Management is responsible for the other information. The other information comprises the Directors' Statement set out on pages 2 to 3.

Our opinion on the special purpose financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the special purposes financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the special purpose financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

***Responsibilities of Management and Directors for the Special Purpose Financial Statements***

Management is responsible for the preparation of special purpose financial statements that give a true and fair view in accordance with the Indian Accounting Standard (Ind-AS), and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair special purpose financial statements and to maintain accountability of assets.

In preparing the special purpose financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The directors' responsibilities include overseeing the Company's financial reporting process.

***Auditor's Responsibilities for the Audit of the Special Purpose Financial Statements***

Our objectives are to obtain reasonable assurance about whether the special purpose financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a special purpose auditor's report that includes our opinion. Reasonable assurance is a high level assurance, but is not a guarantee that an audit conducted in accordance with Indian Accounting Standard (Ind-AS) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these special purpose financial statements.

As part of an audit in accordance with Indian Accounting Standard (Ind-AS), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

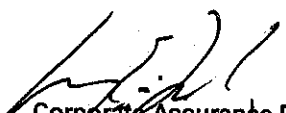
- Identify and assess the risks of material misstatement of the special purpose financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the special purpose financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the special purpose financial statements, including the disclosures, and whether the special purpose financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

***Report on Other Legal and Regulatory Requirements***

In our opinion, the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.

  
Corporate Assurance PAC  
Public Accountants & Chartered Accountants  
Singapore  
10 May 2019

**SAM GLOBAL PTE. LTD.**

Statement of Profit or Loss and Other Comprehensive Income for the year ended  
31 March 2019

	<u>Note</u>	<u>2019</u> <u>USD</u>	<u>2018</u> <u>USD</u>
<b>Revenue</b>			
Turnover		-	-
Cost of Sales		-	-
Gross Profit		-	-
Other Income	4	1,864,818	2,147,681
		<u>1,864,818</u>	<u>2,147,681</u>
<b>Expenses</b>			
Administrative Expenses		7,063	8,464
Other Operating Expenses		101,067	60,989
		<u>(108,130)</u>	<u>(69,453)</u>
<b>Profit from Operations</b>		<u>1,756,688</u>	<u>2,078,228</u>
Share of Result of Associate		1,144,500	995,604
<b>Profit before Taxation</b>		<u>2,901,188</u>	<u>3,073,832</u>
Taxation	5	-	-
<b>Profit after Taxation</b>		<u>2,901,188</u>	<u>3,073,832</u>
<b>Other Comprehensive Income for the Year</b>		-	-
<b>Total Comprehensive Income for the Year</b>		<u><u>2,901,188</u></u>	<u><u>3,073,832</u></u>

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

**SAM GLOBAL PTE. LTD.**

Statement of Financial Position as at 31 March 2019

	<u>Note</u>	<u>2019</u> <u>USD</u>	<u>2018</u> <u>USD</u>	<u>2017</u> <u>USD</u>
<b>Non-Current Assets</b>				
Investment in Subsidiary	6	1,655,798	1,655,798	1,655,798
Investment in Associate	7	3,777,341	2,632,841	1,637,237
Other Investment	8	5,816	-	-
		5,438,955	4,288,639	3,293,035
<b>Current Assets</b>				
Other Debtor & Deposit	9	518,819	373,522	331,504
Bank Balances		44,788	239,213	24,728
		563,607	612,735	356,232
<b>Current Liability</b>				
Accruals		-	-	1,725
		-	-	1,725
<b>Net Current Assets</b>		563,607	612,735	354,507
		<u>6,002,562</u>	<u>4,901,374</u>	<u>3,647,542</u>
<b>Equity</b>				
Share Capital	10	625,000	625,000	625,000
Retained Earnings		5,377,562	4,276,374	3,022,542
		<u>6,002,562</u>	<u>4,901,374</u>	<u>3,647,542</u>

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



**SAM GLOBAL PTE. LTD.**

Statement of Changes in Equity for the year ended 31 March 2019

	<b>Share Capital USD</b>	<b>Retained Earnings USD</b>	<b>Total USD</b>
Balance at 01/04/2016	625,000	3,200,110	3,825,110
Total Comprehensive Income for the Year	-	2,464,136	2,464,136
Dividend Paid (Note 11)	-	(2,641,704)	(2,641,704)
<b>Balance at 31/03/2017</b>	<b>625,000</b>	<b>3,022,542</b>	<b>3,647,542</b>
Total Comprehensive Income for the Year	-	3,073,832	3,073,832
Dividend Paid (Note 11)	-	(1,820,000)	(1,820,000)
<b>Balance at 31/03/2018</b>	<b>625,000</b>	<b>4,276,374</b>	<b>4,901,374</b>
Total Comprehensive Income for the Year	-	2,901,188	2,901,188
Dividend Paid (Note 11)	-	(1,800,000)	(1,800,000)
<b>Balance at 31/03/2019</b>	<b>625,000</b>	<b>5,377,562</b>	<b>6,002,562</b>

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

**SAM GLOBAL PTE. LTD.**

Statement of Cash Flow for the year ended 31 March 2019

	<b><u>2019</u></b> <b>USD</b>	<b><u>2018</u></b> <b>USD</b>
<b>Cash Flow From Operating Activities</b>		
Profit before Taxation	2,901,188	3,073,832
Adjustment:		
Share of Result of Associate	(1,144,500)	(995,604)
Operating Cash Flow before Working Capital Changes	1,756,688	2,078,228
Working Capital Changes:		
Other Debtor & Deposit	(145,297)	(42,018)
Accruals	-	(1,725)
<b>Net Cash Generated from Operating Activities</b>	<b>1,611,391</b>	<b>2,034,485</b>
<b>Cash Flow From Investing Activity</b>		
Other Investment	(5,816)	-
<b>Net Cash Flow Absorbed by Investing Activity</b>	<b>(5,816)</b>	<b>-</b>
<b>Cash Flow From Financing Activity</b>		
Dividend Paid	(1,800,000)	(1,820,000)
<b>Net Cash Flow Absorbed by Financing Activity</b>	<b>(1,800,000)</b>	<b>(1,820,000)</b>
<b>Net (Decrease)/Increase in Cash &amp; Cash Equivalents</b>	<b>(194,425)</b>	<b>214,485</b>
Cash & Cash Equivalents at Beginning of the Year	239,213	24,728
Cash & Cash Equivalents at End of the Year	<b>44,788</b>	<b>239,213</b>
<b>Comprising:</b>		
Bank Balances	<b>44,788</b>	<b>239,213</b>

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

---

These notes form an integral part of and should be read in conjunction with the accompanying special purpose financial statements:-

**1. GENERAL INFORMATION**

The Company is a private limited company incorporated and domiciled in Singapore with its registered office and the principal place of business is located at 30 Cecil Street, #19-08 Prudential Tower, Singapore 049712.

The principal activities of the Company are those of an investment holding company. There have been no significant changes in the nature of these activities during the financial year.

The immediate and ultimate company is Minda Industries Limited, which is incorporated in India.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**2.1 BASIS OF PREPARATION**

The special purpose financial statements of the Company have drawn up in accordance with Indian Accounting Standard (Ind-AS). The special purpose financial statements have been prepared on the historical cost basis except as disclosed in the accounting policies below.

The special purpose financial statements of the company are presented in United States Dollar (USD), which is the functional currency of the company. All special purpose financial information presented in United States Dollar has been rounded to the nearest dollar, unless otherwise indicated.

**2.2 FOREIGN CURRENCY TRANSACTIONS AND BALANCES**

Transactions in foreign currencies are measured in the functional currency of the Company and are recorded on initial recognition in the functional currency at exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured.

Exchange differences arising on the settlement of monetary items or on translating monetary items at the reporting period are recognised in profit or loss.

**2.3 SUBSIDIARY**

A subsidiary is a company, in which the group, directly or indirectly, holds more than 50% of the issued share capital, or controls more than half of the voting power, or controls the composition of the board of directors.

In the company's separate financial statements, investment in subsidiary is accounted for at cost less impairment losses.

---

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

**2.4 ASSOCIATE**

An associate is an entity over which the company has significant influence and that is neither subsidiary nor an interest in a joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

The results and assets and liabilities of associates are incorporated in these financial statements using the equity method of accounting, except when the investment is classified as held for sale, in which case it is accounted for under FRS 105 *Non-current Assets Held for Sale and Discontinued Operations*. Under the equity method, investments in associates are carried in the consolidated balance sheet/statement of financial position at cost as adjusted for post-acquisition changes in the company's share of the net assets of the associate, less any impairment in the value of individual investments. Losses of an associate in excess of the company's interest in that associate (which includes any long-term interests that, in substance, form part of the company's net investment in the associate) are not recognised, unless the company has incurred legal or constructive obligations or made payments on behalf of the associate.

Any excess of the cost of acquisition over the company's share of the net fair value of the identifiable assets, liabilities and contingent liabilities of the associate recognised at the date of acquisition is recognised as goodwill. The goodwill is included within the carrying amount of the investment and is assessed for impairment as part of the investment. Any excess of the company's share of the net fair value of the identifiable assets, liabilities and contingent liabilities over the cost of acquisition, after reassessment, is recognised immediately in profit or loss.

Where a company entity transacts with an associate of the company, profits and losses are eliminated to the extent of the company's interest in the relevant associate.

**2.5 IMPAIRMENT OF NON-FINANCIAL ASSETS**

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when an annual impairment testing for an asset is required, the Company makes an estimate of the asset's recoverable amount.

An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs of disposal and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets. Where the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

Impairment losses are recognised in profit or loss.

A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increase cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised previously. Such reversal is recognised in profit or loss.

---

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

**2.6 FINANCIAL INSTRUMENTS**

**(a) Financial Assets**

**Initial recognition and measurement**

Financial assets are recognised when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. The Company determines the classification of its financial assets at initial recognition.

When financial assets are recognised initially, they are measured at fair value, plus, in case of financial assets not at fair value through profit or loss, directly attributable transaction costs.

**Subsequent measurement**

*Loans and Receivables*

Non-derivative financial assets with fixed or determinable payments that are not quoted in an active market are classified as loans and receivables. Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method, less impairment. Gains and losses are recognised in profit or loss when the loans and receivables are derecognised or impaired, and through the amortisation process.

Loans and receivables comprise other receivables, and cash and cash equivalents.

Cash and cash equivalents comprise cash at banks.

**De-recognition**

A financial asset is derecognised when the contractual right to receive cash flows from the asset has expired. On de-recognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that has been recognised in other comprehensive income is recognised in profit or loss.

**(b) Financial Liabilities**

**Initial recognition and measurement**

Financial liabilities are recognised when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. The Company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognised initially at fair value plus in the case of financial liabilities not at fair value through profit or loss, directly attributable transaction costs.

---

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

**2.6 FINANCIAL INSTRUMENTS - CONTINUED**

**(b) Financial Liabilities - Continued**

**Subsequent measurement**

After initial recognition, financial liabilities that are not carried at fair value through profit or loss are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised profit or loss when the liabilities are derecognised, and through the amortisation process.

Such financial liabilities comprise other payables.

**De-recognition**

A financial liability is de-recognised when the obligation under the liability is discharged, cancelled or expire. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a de-recognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in profit or loss.

**2.7 IMPAIRMENT OF FINANCIAL ASSETS**

The Company assesses at each reporting date whether there is any objective evidence that a financial asset is impaired.

**Financial assets carried at amortised cost**

For financial assets carried at amortised cost, the Company first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, or collectively for financial assets that are not individually significant. If the Company determines that no objective evidence of impairment exists for an individually assessed financial asset, similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is, or continues to be recognised are not included in a collective assessment of impairment.

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. If a loan has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The impairment loss is recognised in profit or loss.

When the asset becomes uncollectible, the carrying amount of impaired financial asset is reduced directly or if an amount was charged to the allowance account, the amounts charged to the allowance account are written off against the carrying amount of the financial asset.

If, in a subsequent period, the amount of impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed to the extent that the carrying amount of the asset does not exceed its amortised cost at the reversal date. The amount of reversal is recognised in profit or loss.

---

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

**2.8 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents comprise cash at banks are subject to an insignificant risk of changes in value.

**2.9 TAXES**

**(a) Current Income Tax**

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authority. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Current income taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**(b) Deferred Tax**

Deferred tax is provided using the liability method on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the end of each reporting period.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current income tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

**(c) Sales Tax**

Revenues, expenses and assets are recognised net of the amount of sales tax except:

- Where the sales tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case the sales tax is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- Receivable and payable that are stated with amount of sales tax included.

The net amount of sales tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

---

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

**2.10 PROVISIONS**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount of the obligation can be estimated reliably.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

**2.11 SHARE CAPITAL**

Proceeds from issuance of ordinary shares are recognised as share capital in equity. Incremental costs directly attributable to the issuance of ordinary shares are deducted against share capital.

**2.12 KEY MANAGEMENT PERSONNEL**

Key management personnel of the company are those having the authority and responsibility for planning, directing and controlling the activities of the company. The directors are considered as key management personnel.

**2.13 RELATED PARTIES**

A related party is defined as follows:

- (a) A person or a close member of that person's family is related to the company if that person:
  - (i) Has control or joint control over the company;
  - (ii) Has significant influence over the company; or
  - (iii) Is a member of the key management personnel of the group or company or of a parent of the company.
  - (iv) Has control or joint control over the company;
  - (v) Has significant influence over the company; or
  - (vi) Is a member of the key management personnel of the group or company or of a parent of the company.
- (b) An entity is related to the company if any of the following conditions applies:
  - (i) The entity and the company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
  - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
  - (iii) Both entities are joint ventures of the same third party.
  - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.



---

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

**2.13 RELATED PARTIES - CONTINUED**

- (b) An entity is related to the company if any of the following conditions applies:
  - (v) The entity is a post-employment benefit plan for the benefit of employees of either the company or an entity related to the company. If the company is itself such a plan, the sponsoring employers are also related to the company;
  - (vi) The entity is controlled or jointly controlled by a person identified in (a);
  - (vii) A person identified in (a) (i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

**3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES**

The preparation of the Company's special purpose financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

**3.1 JUDGEMENTS MADE IN APPLYING ACCOUNTING POLICIES**

*Determination of Functional Currency*

In determining the functional currency of the Company, judgment is used by the Company to determine the currency of the primary economic environment in which the Company operates. Consideration factors include the currency that mainly influences sales prices of goods and services and the currency of the country whose competitive forces and regulations mainly determines the sales prices of its goods and services.

**3.2 KEY SOURCES OF ESTIMATION UNCERTAINTY**

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period are discussed below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

This is no impact on the special purpose financial statements herewith of the applicability of Indian Accounting Standard (Ind-AS) to the Company, hence there has been no reinstatement of the amount pertain to period stated in the special purpose financial statement.

**4. OTHER INCOME**

	<u>2019</u> USD	<u>2018</u> USD
Dividend Income	1,856,917	2,105,872
Exchange Gain	-	36,769
Interest Income	7,901	5,040
	<u>1,864,818</u>	<u>2,147,681</u>

**5. TAXATION**

A reconciliation between the tax expenses and the product of accounting profit multiplied by the applicable tax rate for the year ended was as follows:

	<u>2019</u> USD	<u>2018</u> USD
Profit before Taxation	2,901,188	3,073,832
Tax Expense on Profit before Tax at 17%	493,202	522,551
Adjustments:		
Non Taxable Income	(511,584)	(527,930)
Tax Benefit Forfeited	18,382	5,379
<b>Tax Expense</b>	<u>-</u>	<u>-</u>

**6. INVESTMENT IN SUBSIDIARY**

	<u>2019</u> USD	<u>2018</u> USD	<u>2017</u> USD
Unquoted Shares - at cost	<u>1,655,798</u>	<u>1,655,798</u>	<u>1,655,798</u>

The details of the subsidiary are as follows:

Name of company (Country of incorporation & place of business)	Principal activities	Percentage of equity held		
		<u>2019</u> %	<u>2018</u> %	<u>2017</u> %
Minda Industries Vietnam Company Limited (Vietnam)	Manufacture and trade automotive components	<u>100</u>	<u>100</u>	<u>100</u>

The above subsidiary was audited by Grant Thornton (Vietnam) Limited, Vietnam.

**7. INVESTMENT IN ASSOCIATE**

	<u>2019</u> USD	<u>2018</u> USD	<u>2017</u> USD
Unquoted Shares - at Cost	390,000	390,000	390,000
Share of Post - Acquisition Results			
At Beginning of Year	2,242,841	1,247,237	753,712
Share of Results for the Year	1,144,500	995,604	493,525
At End of Year	3,387,341	2,242,841	1,247,237
	<u>3,777,341</u>	<u>2,632,841</u>	<u>1,637,237</u>

**7. INVESTMENT IN ASSOCIATE - CONTINUED**

The details of the associate are as follows:

<u>Name of company (Country of incorporation &amp; place of business)</u>	<u>Principal activities</u>	<u>Percentage of equity held</u>		
		<u>2019</u> %	<u>2018</u> %	<u>2017</u> %
PT. Minda Asean Automotive	Trade, distribute and consulting of manufacturing of automotive components	<u>36.62</u>	<u>36.62</u>	<u>36.62</u>

The above associate was audited by RSM Amir Abadi Jusuf, Arynto, Mawar & Rekan Associates, Indonesia.

**8. OTHER INVESTMENT**

	<u>2019</u> USD	<u>2018</u> USD
<u>Carrying Values of Unquoted Shares</u>		
At Beginning of Year	-	-
Additions	<u>5,816</u>	<u>-</u>
At End of Year	<u>5,816</u>	<u>-</u>

**9. OTHER DEBTOR & DEPOSIT**

	<u>2019</u> USD	<u>2018</u> USD	<u>2017</u> USD
Other Debtor	516,519	371,222	329,204
Deposit	<u>2,300</u>	<u>2,300</u>	<u>2,300</u>
	<u>518,819</u>	<u>373,522</u>	<u>331,504</u>

Other Debtor & Deposit analysed by currencies as follow:

	<u>2019</u> USD	<u>2018</u> USD	<u>2017</u> USD
Euro	516,519	371,222	329,204
United States Dollar	<u>2,300</u>	<u>2,300</u>	<u>2,300</u>
	<u>518,819</u>	<u>373,522</u>	<u>331,504</u>

Other debtor is unsecured and bears interest at 1.5% (2018: 1.5%) per annum. It's repayable within one year but can be repayable on demand.

**10. SHARE CAPITAL**

	<u>Number of Shares</u>		
	<u>2019</u> Units	<u>2018</u> Units	<u>2017</u> Units
<b>Issued &amp; Fully Paid:</b>			
At Beginning & End of Year	<u>625,000</u>	<u>625,000</u>	<u>625,000</u>
	<u>Amount</u>		
	<u>2019</u> USD	<u>2018</u> USD	<u>2017</u> USD
<b>Issued &amp; Fully Paid:</b>			
At Beginning & End of Year	<u>625,000</u>	<u>625,000</u>	<u>625,000</u>

Ordinary shares of the Company have no par value. The holder of ordinary shares is entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions.

## 11. DIVIDEND PAID

During the financial year, the Company paid the following:

	<u>2019</u> <u>USD</u>	<u>2018</u> <u>USD</u>	<u>2017</u> <u>USD</u>
(i) One-Tier Tax Exempt Interim Dividend of US\$1.280 per Ordinary Share	800,000	-	-
(ii) One-Tier Tax Exempt Interim Dividend of US\$1.600 per Ordinary Share	1,000,000	1,000,000	-
(iii) One-Tier Tax Exempt Interim Dividend of US\$0.288 per Ordinary Share	-	180,000	-
(iv) One-Tier Tax Exempt Interim Dividend of US\$1.024 per Ordinary Share	-	640,000	-
(v) One-Tier Tax Exempt Interim Dividend of US\$4.2267264 per Ordinary Share	-	-	2,641,704
	<u>1,800,000</u>	<u>1,820,000</u>	<u>2,641,704</u>

## 12. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks from its operation. The key financial risks include credit risk, liquidity risk and market risk (including foreign currency risk and interest rate risk).

The Board of Directors reviews and agrees policies and procedures for the management of these risks, which are executed by the management team. It is, and has been throughout the current and previous financial year, the Company's policy that no trading in derivatives for speculative purposes shall be undertaken.

The following sections provide details regarding the Company's exposure to the above-mentioned financial risks and the objectives, policies and processes for the management of these risks.

There has been no change to the Company's exposure to these financial risks or the manner in which it manages and measures the risks.

### 12.1 CREDIT RISK

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in a loss to the Company. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral where appropriate, as a means of mitigating the risk of financial loss from defaults. The Company performs ongoing credit evaluation of its counterparties' financial condition and generally do not require a collateral.

The maximum exposure to credit risk in the event that the counterparties fail to perform their obligations as at the end of the financial year in relation to each class of recognised financial assets is the carrying amount of those assets as stated in the statement of financial position.

#### Excessive risk concentration

Concentrations arise when a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Company's performance to developments affecting a particular industry.

## 12. FINANCIAL RISK MANAGEMENT - CONTINUED

### 12.1 CREDIT RISK - CONTINUED

#### Exposure to credit risk

The Company has no significant concentration of credit. The Company has credit policies and procedures in place to minimise and mitigate its credit risk exposure.

#### Financial assets that are neither past due nor impaired

Other receivables that are neither past due nor impaired are with creditworthy debtors with good payment record with the Company. Cash and cash equivalents are placed with or entered into with reputable financial institutions or companies with high credit ratings and no history of default.

#### Financial assets that are either past due or impaired

No financial assets that are either past due or impaired.

### 12.2 LIQUIDITY RISK

Liquidity risk refers to the risk that the Company will encounter difficulties in meeting its short-term obligations due to shortage of funds. The Company's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. It is managed by matching the payment and receipt cycles. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of stand-by credit facilities. The Company's operations are financed mainly through equity. The directors are satisfied that funds are available to finance the operations of the Company.

#### *Analysis of financial instruments by remaining contractual maturities*

The table below summarises the maturity profile of the Company's financial assets and liabilities at the reporting date based on contractual undiscounted repayment obligations.

<u>2019</u>	Carrying amount USD	Contractual cash flows USD	One year or less USD	Two to five years USD
<b>Financial Assets</b>				
Other Debtor & Deposit	518,819	518,819	518,819	-
Bank Balances	44,788	44,788	44,788	-
Total Undiscounted Financial Assets	<b>563,607</b>	<b>563,607</b>	<b>563,607</b>	-
Net Undiscounted Financial Assets	<b>563,607</b>	<b>563,607</b>	<b>563,607</b>	-
 <u>2018</u>				
<b>Financial Assets</b>				
Other Debtor & Deposit	373,522	373,522	373,522	-
Bank Balances	239,213	239,213	239,213	-
Total Undiscounted Financial Assets	<b>612,735</b>	<b>612,735</b>	<b>612,735</b>	-
Net Undiscounted Financial Assets	<b>612,735</b>	<b>612,735</b>	<b>612,735</b>	-

## 12. FINANCIAL RISK MANAGEMENT - CONTINUED

### 12.3 MARKET RISK

Market risk is the risk that changes in market prices, such as interest rates and foreign exchange rates will affect the Company's income. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return on risk.

#### (i) Interest rate risk

The Company is not exposed to interest rate risk as it has no borrowing from outside sources.

#### (ii) Foreign currency risk

The Company's foreign exchange risk results mainly from cash flows from transactions denominated in foreign currencies. At present, the Company does not have any formal policy for hedging against currency risk. The Company ensures that the net exposure is kept to an acceptable level by buying or selling foreign currencies at spot rates, where necessary, to address short term imbalances.

The Company has transactional currency exposures arising from other debtor that are denominated in a currency other than the functional currency of the Company.

The Company's currency exposures at the reporting date were as follows:

	<u>2019</u>	<u>2018</u>
	<u>EUR</u>	<u>EUR</u>
Financial Asset	<u>US\$</u>	<u>US\$</u>
Other Debtor	516,519	371,222
	<u>516,519</u>	<u>371,222</u>
Currency Exposure	<u>516,519</u>	<u>371,222</u>

A 10% strengthening of the above foreign currencies against the United States Dollar would have had the following impact on the net profit by the amounts shown below.

	<u>Profit or Loss (after tax)</u>	
	<u>2019</u>	<u>2018</u>
	<u>US\$</u>	<u>US\$</u>
EUR	<u>43,000</u>	<u>31,000</u>

A 10% weakening of above currencies against the United States Dollar would have had equal but opposite effect on the above currencies to the amounts shown above, on the basis that all other variables remain constant.

### 13. FAIR VALUES

The fair value of a financial instrument is the amount at which the instrument could be exchanged or settled between knowledgeable and willing parties in an arm's length transaction.

The following methods and assumptions are used to estimate the fair value of each class of financial instruments for which it is practicable to estimate that value.

*Cash & cash equivalents, other debtor and other creditor*

The carrying amounts of these balances approximate their fair values due to the short-term nature of these balances.

### 14. FINANCIAL INSTRUMENTS BY CATEGORY

At the reporting date, the aggregate carrying amounts of loans and receivables and financial liabilities at amortised cost were as follows:

	<u>2019</u>	<u>2018</u>
	USD	USD
<b>Receivables</b>		
Other Debtor & Deposit (Note 9)	518,819	373,522
Bank Balances	44,788	239,213
Total Receivables	<u>563,607</u>	<u>612,735</u>

### 15. CAPITAL MANAGEMENT

The primary objective of the Company's capital management is to ensure that it maintains a strong credit rating and net current asset position in order to support its business and maximise shareholder value. The capital structure of the Company comprises issued share capital and retained earnings.

The Company manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company is not subject to any externally imposed capital requirements. No changes were made in the objectives, policies or processes during the financial year ended 31 March 2019 and 31 March 2018.

### 16. AUTHORISATION FOR ISSUE OF THE SPECIAL PURPOSE FINANCIAL STATEMENTS

The special purpose financial statements of the Company were authorised for issue by the Board of Directors on 10 May 2019.

**SAM GLOBAL PTE. LTD.**

Detailed Comprehensive Income Statement for the year ended 31 March 2019

	<b>2019</b> <b>USD</b>	<b>2018</b> <b>USD</b>
<b>Revenue</b>		
Turnover	-	-
Cost of Sales	-	-
Gross Profit	-	-
<b>Other Income</b>		
Dividend Income	1,856,917	2,105,872
Exchange Gain	-	36,769
Interest Income	7,901	5,040
	1,864,818	2,147,681
<b>Expenses</b>		
<b>Administrative Expenses</b>		
Professional Fee	7,063	8,386
Postage & Courier Expenses	-	78
	(7,063)	(8,464)
<b>Other Operating Expenses</b>		
Bank Charges	423	402
Exchange Loss	49,230	-
Subscription Fee	723	-
Withholding Tax	50,691	60,587
	(101,067)	(60,989)
Profit from Operations	1,756,688	2,078,228
Share of Result of Associate	1,144,500	995,604
Profit before Taxation	2,901,188	3,073,832
Taxation	-	-
<b>Profit after Taxation</b>	<b>2,901,188</b>	<b>3,073,832</b>

The above statement does not form part of the audited special purpose financial statements.