



T. P. DUTTA & ASSOCIATES

Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

To

The Members of

SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO

Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of **SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO** (hereinafter referred as '**the Joint Venture**'), which comprise the balance sheet as at 31st March, 2017 and the statement of profit and loss (including other comprehensive income) for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

The management of Joint venture is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income of the joint venture in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.





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An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Joint venture, as well as evaluating the overall presentation of the Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS

1. of the state of affairs (financial position) as at 31st March, 2017 and
2. its loss (financial performance including other comprehensive income) for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- 1) As required by Section 143 (3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) the balance sheet and the statement of profit and loss dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with relevant rule issued thereunder;





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e) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

For T.P. Dutta & Associates

Chartered Accountants

Firm's Registration Number 322403E



(CA. T.P. Dutta)

Partner

Membership No. 012611

Dated: Kolkata

The 25th May, 2017

SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.
BALANCE SHEET AS AT 31ST MARCH, 2017

Amount in LYD

| Particulars | Notes | As at 31st March, 2017 | As at 31st March, 2016 | As at 1st April, 2015 |
|--|-------|---------------------------|---------------------------|--------------------------|
| ASSETS | | | | |
| Non-current assets | | | | |
| Property, plant and equipment | 2 | 3,782 | 115,713 | 559,065 |
| Capital work-in-progress | | - | - | - |
| Intangible assets (other than Goodwill) | | - | - | - |
| Financial assets | | | | |
| i. Investments | | - | - | - |
| ii. Loans | | - | - | - |
| iii. Other financial assets | | - | - | - |
| Deferred tax assets | | - | - | - |
| Other non-current assets | | - | - | - |
| Total non-current assets | | 3,782 | 115,713 | 559,065 |
| Current assets | | | | |
| Inventories | 3 | - | 1,677,698 | 1,677,698 |
| Financial assets | | | | |
| i. Investments | | - | - | - |
| ii. Trade receivables | | - | - | - |
| iii. Cash and cash equivalents | 4 | 6,191 | 6,191 | 6,191 |
| iv. Bank balances other than (iii) above | | - | - | - |
| v. Loans | | - | - | - |
| vi. Other financial assets | | - | - | - |
| Current tax assets (net) | | - | - | - |
| Other current assets | 5 | 63,600 | 63,600 | 63,600 |
| Total current assets | | 69,791 | 1,747,489 | 1,747,489 |
| Total assets | | 73,573 | 1,863,202 | 2,306,554 |
| EQUITY AND LIABILITIES | | | | |
| Equity | | | | |
| Equity share capital | 6 | 1,500,000 | 1,500,000 | 1,500,000 |
| Other equity | | | | |
| Reserves and Surplus | 7 | (5,373,612) | (3,583,983) | (3,140,631) |
| Other reserves | | - | - | - |
| Total equity | | (3,873,612) | (2,083,983) | (1,640,631) |
| LIABILITIES | | | | |
| Non-current Liabilities | | | | |
| Financial Liabilities | | | | |
| i. Borrowings | | - | - | - |
| ii. Other financial liabilities | | - | - | - |
| Provisions | | | | |
| Employee benefit obligations | | - | - | - |
| Deferred Tax Liabilities (Net) | | - | - | - |
| Other non-current liabilities | | - | - | - |
| Total non-current liabilities | | - | - | - |
| Current Liabilities | | | | |
| Financial liabilities | | | | |
| i. Borrowings | | - | - | - |
| ii. Trade Payables | 8 | 36,741 | 36,741 | 36,741 |
| iii. Other financial liabilities | 9 | 3,910,444 | 3,910,444 | 3,910,444 |
| Provisions | | | | |
| Current tax liabilities | | - | - | - |
| Other current liabilities | | - | - | - |
| Total current liabilities | | 3,947,185 | 3,947,185 | 3,947,185 |
| Total liabilities | | - | - | - |
| Total equity and liabilities | | 73,573 | 1,863,202 | 2,306,554 |


This is the Balance Sheet referred to in our report of even date.

The accompanying Notes are an integral part of these financial statements.

For T.P.Dutta & Associates
Chartered Accountants
Firm Registration Number: 322403E

(CA T.P.Dutta)
Partner
Membership Number: 012611
Kolkata, 25th May 2017




Rajiv Mundhra
Director

SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

Amount in LYD

| Particulars | Notes | Year ended 31st March, 2017 | Year ended 31st March, 2016 |
|---|-------|--------------------------------|--------------------------------|
| Continuing operations | | | |
| Revenue from Operations | | - | - |
| Other Income | | - | - |
| Total Revenue /Income | | - | - |
| Expenses | | | |
| Construction Materials Consumed | | - | - |
| Purchases of Stock-in-Trade | | - | - |
| Changes in Inventories of Work-in-progress and Stock-in-Trade | 10 | 1,677,698 | - |
| Employee benefits expense | | - | - |
| Finance Costs | | - | - |
| Depreciation and amortisation expense | 11 | 111,931 | 443,352 |
| Other expenses | | - | - |
| Total Expenses | | 1,789,629 | 443,352 |
| Profit before Exceptional Items and Tax | | (1,789,629) | (443,352) |
| Exceptional Items | | - | - |
| Profit before Tax | | (1,789,629) | (443,352) |
| Income tax expense | | - | - |
| -Current Tax | | - | - |
| -Deferred Tax | | - | - |
| Total Tax Expense | | - | - |
| Profit for the year | | (1,789,629) | (443,352) |
| Other comprehensive income | | | |
| Other comprehensive income for the year, net of tax | | - | - |
| Total comprehensive income for the year | | (1,789,629) | (443,352) |

This is the Statement of Profit & Loss referred to in our report of even date.

The accompanying Notes are an integral part of these financial statements.

For T.P.Dutta & Associates

Chartered Accountants

Firm Registration Number: 322403E

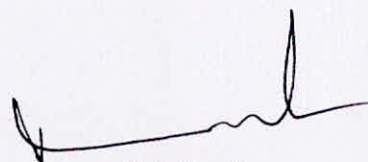


(C.A. T.P. Dutta)

Partner

Membership Number: 012611

Kolkata, 25th May, 2017

Rajiv Mundhra

Director

SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.

Notes to the Financial Statements

1 Significant Accounting Policies

1.1 FIXED ASSETS

Fixed Assets are stated at cost of acquisition and related expenditure. The cost of fixed assets acquired on finance lease is comprised of present value of minimum hire purchase / lease payments at the inception of lease and residual value of the related assets. The discounting factor considered in calculating the present value of the minimum hire purchase / lease payments is the rate of interest implicit in the lease.

1.2 DEPRECIATION

Depreciation is provided on Straight Line Method at the following rates :

- i) Plant and Equipment are depreciated @ 15% on Straight Line Method
- ii) Office Equipments are depreciated @ 10% on Straight Line Method
- iii) Computers are depreciated @ 20% on Straight Line Method

1.3 IMPAIRMENT LOSS

Assets are tested for impairment at each Balance Sheet date if there is any indication in this regard. Impairment loss is recognised if the carrying amount of the fixed assets exceeds the corresponding recoverable amount i.e. the higher of the asset's net selling price and value in use.

1.4 INVENTORIES

Inventories other than stores and spares and tools are valued at lower of cost and net realisable value. Stores are valued at or below cost. The cost, in general, are determined under First in First Out method. Tools comprising of various construction implements and tackles which are more of a type of equipment having short life are stated on the basis of their cost and effective future life determined on technical evaluation.

1.5 REVENUE

Revenue is recognised under percentage of completion method. The stage of completion is determined on the basis of completion of physical proportion of the contract work. Extra work and variation in contract (as mutually agreed), to the extent that it is probable that they will result in revenue and can be reliably measured is also covered.

1.6 SITE DEVELOPMENT AND INITIAL EXPENSES

Site development including initial expenses (shown in Work-in-Progress) thereon is charged off proportionately within the stipulated period of contract from the date of revenue recognition.

1.7 EMPLOYEE BENEFITS

Since there is no employees as on the Balance Sheet date, no employee benefit expenses booked during the reported financial period and neither liability as at Balance Sheet date.

1.8 TRANSACTION IN FOREIGN CURRENCIES

Transaction in respect of Foreign Currencies are recorded at exchange rates prevailing on the date of the transaction. Monetary items denominated in foreign currency are restated at the exchange rate prevailing on the Balance Sheet date. Foreign currency non-monetary items carried in terms of historical cost are reported using the exchange rate at the date of transactions. Exchange differences arising on settlement of transactions and/ or restatements are dealt with in the Profit and Loss Account.

1.9 BORROWING COST

Borrowing cost attributable to the acquisition of qualifying assets are added to the cost up to the date when such assets are ready for their intended use. Other borrowing costs are recognised as expenses in the period in which these are incurred.

1.10 PROVISION AND CONTINGENT LIABILITIES

There is no contingent liability on the Company's account as at the Balance Sheet date.

1.11 PRIOR PERIOD AND EXTRAORDINARY ITEMS AND CHANGES IN ACCOUNTING POLICIES

Prior Period and extraordinary items and changes in accounting policies having material impact on the financial affairs of the Company are disclosed.

1.12 MATERIAL EVENTS

Material events occurring after the Balance Sheet date are taken into cognisance.



SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.
Notes to the Financial Statements

Note 2: Property, plant and equipment

Amount in LYD

| | Plant and Equipment | Furniture and Fixtures | Office Equipment | Total |
|---|------------------------|---------------------------|------------------|----------------|
| Year ended 31st March 2016 | | | | |
| Gross carrying amount | | | | |
| Cost | | | | |
| Deemed cost as at 1 April 2015 | 552,919 | - | 6,146 | 559,065 |
| Additions during the Year | - | - | - | - |
| Disposals during the year | - | - | - | - |
| Other Adjustments during the year | - | - | - | - |
| Closing gross carrying amount | 552,919 | - | 6,146 | 559,065 |
| Accumulated Depreciation | | | | |
| Depreciation charge during the year | 442,170 | - | 1,182 | 443,352 |
| Disposals during the year | - | - | - | - |
| Other Adjustments during the year | - | - | - | - |
| Closing accumulated depreciation | 442,170 | - | 1,182 | 443,352 |
| Closing Net carrying amount | 110,749 | - | 4,964 | 115,713 |
| Year ended 31 March 2017 | | | | |
| Gross carrying amount | | | | |
| Cost | | | | |
| Opening Gross Carrying amount | 552,919 | - | 6,146 | 559,065 |
| Additions during the Year | - | - | - | - |
| Disposals during the year | - | - | - | - |
| Other Adjustments during the year | - | - | - | - |
| Closing gross carrying amount | 552,919 | - | 6,146 | 559,065 |
| Accumulated Depreciation | | | | |
| Opening Accumulated Depreciation | 442,170 | - | 1,182 | 443,352 |
| Depreciation charge during the year | 110,749 | - | 1,182 | 111,931 |
| Disposals during the year | - | - | - | - |
| Other Adjustments during the year | - | - | - | - |
| Closing accumulated depreciation | 552,919 | - | 2,364 | 555,283 |
| Closing Net carrying amount | - | - | 3,782 | 3,782 |



SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.

Notes to the Financial Statements

Note 3 : Inventories

| | Amount in LYD | | |
|--|---------------------------|---------------------------|---------------------------|
| | As at 31st March, 2017 | As at 31st March, 2016 | As at 01st April, 2015 |
| At lower of Cost and net realisable value | | | |
| Work in Progress | - | 1,677,698 | 1,677,698 |
| Total | - | 1,677,698 | 1,677,698 |



SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.

Notes to the Financial Statements

Note 4: Cash and cash equivalents

Amount in LYD

| | As at 31st March, 2017 | As at 31st March, 2016 | As at 01st April, 2015 |
|--|---------------------------|---------------------------|---------------------------|
| Cash and Cash Equivalents | | | |
| Balances with Banks | | | |
| -in current accounts | 2,139 | 2,139 | 2,139 |
| Cash on hand | 4,052 | 4,052 | 4,052 |
| Total Cash and cash equivalents | 6,191 | 6,191 | 6,191 |



SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.

Notes to the Financial Statements

Note 5 : Other Current Assets

Amount in LYD

| | As at 31st March, 2017 | As at 31st March, 2016 | As at 01st April, 2015 |
|---|---------------------------|---------------------------|---------------------------|
| Unsecured considered good, unless otherwise stated | | | |
| Advances to Suppliers Goods and Services | 63,600 | 63,600 | 63,600 |
| Total | 63,600 | 63,600 | 63,600 |



SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.

Notes to the Financial Statements

Note 6 : Share capital and other equity

Amount in LYD

Authorised share capital

| | Number of Share | Amount |
|--|-----------------|------------------|
| Ordinary Shares of LYD 100 each | | |
| As at 1 April 2015 | 50,000 | 5,000,000 |
| Increase during the year | - | - |
| As at 31 March 2016 | 50,000 | 5,000,000 |
| Increase during the year | - | - |
| As at 31 March 2017 | 50,000 | 5,000,000 |

(i) Movements in equity share capital

| | Number of Share | Amount |
|--|-----------------|------------------|
| Issued, Subscribed and Paid-up: | | |
| As at 1 April 2015 | 15,000 | 1,500,000 |
| Increase during the year | - | - |
| As at 31 March 2016 | 15,000 | 1,500,000 |
| Increase during the year | - | - |
| As at 31 March 2017 | 15,000 | 1,500,000 |

(ii) Details of Equity Shares held by shareholders holding more than 5% of the aggregate shares in the Company

| Details of shareholder | As at 31st March, 2017 | As at 31st March, 2016 | As at 01st April, 2015 |
|---|------------------------|------------------------|------------------------|
| (1) Simplex Infrastructures Limited | 9,750 65.00% | 9,750 65.00% | 9,750 65.00% |
| (2) International Company for Investment Services | 5,250 35.00% | 5,250 35.00% | 5,250 35.00% |



SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.

Notes to the Financial Statements

Note 7 : Reserves and Surplus

| | As at 31st March, 2017 | Amount in LYD As at 31st March, 2016 |
|---------------------------------------|---------------------------|--|
| Retained Earnings | | |
| Balance at the beginning of the year | (3,583,983) | (3,140,631) |
| Amount transferred during the year | (1,789,629) | (443,352) |
| | (5,373,612) | (3,583,983) |
| Balance at the end of the year | (5,373,612) | (3,583,983) |



SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.

Notes to the Financial Statements

Note 8: Trade Payables

Amount in LYD

| | As at 31st March, 2017 | As at 31st March, 2016 | As at 01st April, 2015 |
|---------------|---------------------------|---------------------------|---------------------------|
| Trade Payable | 36,741 | 36,741 | 36,741 |
| Total | 36,741 | 36,741 | 36,741 |



SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.

Notes to the Financial Statements

Amount in LYD

Note 9 : Other financial liabilities

| | As at 31st March, 2017 | As at 31st March, 2016 | As at 01st April, 2015 |
|---|---------------------------|---------------------------|---------------------------|
| Capital Liabilites due to Simplex Infrastructures Limited | 2,846,812 | 2,846,812 | 2,846,812 |
| Simplex Limited Limited | 1,052,271 | 1,052,271 | 1,052,271 |
| Others | 11,361 | 11,361 | 11,361 |
| Total | 3,910,444 | 3,910,444 | 3,910,444 |



SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.

Notes to the Financial Statements

Note 10- Changes in Inventories of Work - in - progress

| | Amount in LYD | |
|-----------------------------------|--------------------------------|--------------------------------|
| | Year ended 31st March, 2017 | Year ended 31st March, 2016 |
| Opening Work-in-progress | 1,677,698 | 1,677,698 |
| Less: Closing Working in Progress | - | 1,677,698 |
| Total | 1,677,698 | - |



SIMPLEX INFRASTRUCTURES LIBYA JOINT VENTURE CO.

Notes to the Financial Statements

Note 11- Depreciation and Amortisation Expense

Amount in LYD

| | Year ended 31st March, 2017 | Year ended 31st March, 2016 |
|-----------------------|--------------------------------|--------------------------------|
| Depreciation Expenses | 111,931 | 443,352 |
| Total | 111,931 | 443,352 |

