



COMPONENT AUDITOR CLEARANCE MEMORANDUM – AUDIT OF THE COMPONENT'S
FINANCIAL INFORMATION

From: BDO China Shu Lun Pan Certified Public Accountants LLP Shenzhen Branch

Date: 14 May 2019

To: Gaurav J Shah, Deloitte Haskins & Sells, Ahmedabad, India.

In accordance with your instructions dated 4 March 2019, we have audited for purposes of your audit of the consolidated financial statements of Symphony Limited (the “Group”), the accompanying special purpose financial information of Guangdong Symphony Keruilai Air Coolers Co., Ltd. (the “Company”) as of 31 March, 2019 and for the year then ended. This special purpose financial information has been prepared solely to enable the Group to prepare its consolidated financial statements.

Management’s Responsibility

Management is responsible for the preparation and presentation of this special purpose financial information on the basis of Symphony Limited’s Group’s accounting policies, and for such internal control as management determines is necessary to enable the preparation of the special purpose financial information that is free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility

Our responsibility is to express an opinion on this special purpose financial information in accordance with International Standards on Auditing (“ISAs”) and your instructions. As requested by you, we planned and performed our audit, including the additional procedures, in accordance with your instructions, using the component materiality and component performance materiality specified in your instructions that we have used in designing the audit procedures to express an opinion on the special purpose financial information of the Company as of 31 March, 2019 and for the year then ended.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial information. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial information, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation of the special purpose financial information in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the special purpose financial information.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. The conclusions reached in forming our opinion are based on the component materiality and component performance materiality specified by you, in the context of the audit of the consolidated financial statements of the Group.

We have complied with the requirements of the *Code of Ethics for Professional Accountants* issued by the International Ethics Standards Board for Accountants, including the requirements related to Public Interest Entities.

Guangdong Symphony Keruilai Air Coolers Co., Ltd
BALANCE SHEET AS AT 31st Mar., 2019
(In RMB)

Particulars	Note	As at 31/3/2019	As at 31/03/2018
I ASSETS			
(1) Non-Current Assets			
(a) Property, plant and equipment	2(A)	4,131,225.44	3,836,931.95
(b) Capital work - in - Progress	2(C)	-	-
(c) Other Intangible Assets	2(B)	521,421.82	929,319.13
(d) Other non-current assets	3	2,360,537.78	3,491,630.00
Total Non-Current Assets		7,013,185.04	8,257,881.08
(2) Current Assets			
(a) Inventories	4	10,042,268.00	11,095,350.92
(b) Financial assets			
(i) Trade receivables	5	1,055,291.64	223,812.07
(ii) Cash and cash equivalents	6	2,590,750.16	3,271,994.93
(iii) Other financial assets	7	497,137.43	65,352.01
(c) Other Current Assets	8	1,453,320.60	1,056,976.28
Total Current Assets		15,638,767.83	15,713,486.21
Total Assets		22,651,952.87	23,971,367.29
II EQUITY AND LIABILITIES			
(1) Equity			
(a) Equity Share Capital	9	85,000,000.00	85,000,000.00
(b) Other Equity	10	(109,926,062.82)	(108,413,054.82)
Total Equity		(24,926,062.82)	(23,413,054.82)
(2) Current Liabilities			
(a) Financial liabilities			
(i) Borrowings	11	29,099,166.63	24,655,825.91
(ii) Trade payables	12	13,917,079.25	15,575,628.78
(b) Provisions	13	629,005.65	870,155.70
(c) Other Current Liabilities	14	3,932,764.16	6,282,811.72
Total Current Liabilities		47,578,015.69	47,384,422.11
Total Liabilities		47,578,015.69	47,384,422.11
Total Equity and Liabilities		22,651,952.87	23,971,367.29

 See accompanying notes forming part of 1-30
 the Financial Statements

Guangdong Symphony Keruilai Air Coolers Co., Ltd

STATEMENT OF PROFIT AND LOSS FOR YEAR ENDED 31st Mar., 2019

(In RMB)

Particulars	Note	Year Ended 31/3/2019	Year Ended 31/03/2018
I Gross Revenue from Sale of Products	15	53,534,891.21	44,596,811.47
Less: Excise Duty	15	-	-
Net Revenue from Sale of Products	15	53,534,891.21	44,596,811.47
Other Operating Revenue	15	-	-
I Revenue from Operations	15	53,534,891.21	44,596,811.47
II Other Income	16	2,576,396.88	2,859,953.12
III Total Revenue (I + II)		56,111,288.09	47,456,764.59
IV Expenses:			
Cost of Material Consumed	17	33,763,424.63	26,516,214.33
Changes in Inventories of Finished Goods, Work- in-Progress and Stock-in-Trade	18	337,594.71	380,126.87
Employee Benefit Expense	19	11,878,818.64	12,271,005.17
Finance Costs	20	1,266,382.55	1,041,441.17
Depreciation and Amortization Expense	2	1,699,613.44	2,142,809.08
Advertisement and Sales Promotion Expense		613,363.09	1,266,385.16
Other Expenses	21	8,065,099.03	8,665,752.57
Total Expenses (IV)		57,624,296.09	52,283,734.35
V Profit/(Loss) before Tax (III – IV)		(1,513,008.00)	(4,826,969.76)
VI Tax Expense:			
(1) Current Tax		-	-
(2) Short / (Excess) Provision of tax relating to previous years		-	-
(3) Net Current Tax		-	-
(4) Deferred Tax		-	-
Net Tax Expense (VI)		-	-
VII Profit/(Loss) for the period (V - VI)		(1,513,008.00)	(4,826,969.76)
VIII Other comprehensive income			
Items that will not to be reclassified to profit or loss :			
(i) Remeasurements of the defined benefit plans			
(ii) Income tax effect on above			
Items that will be reclassified to profit or loss :			
(i) Gain / (Loss) on Items designated as Fair Value Through Other Comprehensive Income			
(ii) Income tax effect on above			
Total other comprehensive income (VIII)		-	-
IX Total comprehensive income for the period (VII+VIII)		(1,513,008.00)	(4,826,969.76)
X Earnings per equity share of face value of Rs. 2/- each :			
(1) Basic	22	-	-
(2) Diluted	22	-	-
See accompanying notes forming part of the Financial Statements	1-30		

Guangdong Symphony Keruilai Air Coolers Co., Ltd**STATEMENT OF CHANGE IN EQUITY FOR THE PERIOD ENDED 31st Mar., 2019****A EQUITY SHARE CAPITAL**

	No. of Shares	Amount in RMB
Balance as at April 01, 2016	-	85,000,000
Add: Issue during the year	-	-
Balance as at March 31, 2017	-	85,000,000
Add: Issue during the year	-	-
Balance as at March 31, 2018	-	85,000,000
Add: Issue during the year	-	-
Balance as at March 31, 2019	-	85,000,000

B OTHER EQUITY

Particulars	Amount in RMB			
	Securities Premium Account	Capital Reserve	Retained Earnings	Total
Balance as on March 31, 2018	1,600,897.94	60,910.78	(110,074,863.54)	(108,413,054.82)
Profit during the period	-	-	(1,513,008.00)	(1,513,008.00)
Other Comprehensive Income for the year, net of income tax	-	-	-	-
Total Comprehensive Income for the year	-	-	(1,513,008.00)	(1,513,008.00)
IND AS adjustment in Other Equity	-	-	-	-
Balance as on March 31, 2019	1,600,897.94	60,910.78	(111,587,871.54)	(109,926,062.82)

Guangdong Symphony Keruilai Air Coolers Co., Ltd
CASH FLOW STATEMENT FOR THE PERIOD ENDED 31st Mar., 2019

(In RMB)

	Year Ended 31/3/2019	Year Ended 31/3/2018
A CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) for the year	(1,513,008.00)	(4,826,969.76)
Adjustments For:		
Income tax expenses recognised in profit or loss	-	-
Depreciation and Amortization Expense	1,699,613.44	2,142,809.08
Finance costs recognised in profit or loss	1,266,382.55	1,041,441.17
Interest Income recognised in profit or loss	-	(7,811)
Provisions / Liabilities no longer required return back	-	-
Operating Profit Before Working Capital Changes	1,452,987.99	(1,650,530.20)
Movements in working capital:		
Decrease in trade and other receivables	(831,479.57)	881,156.69
(Increase)/Decrease in inventories	1,053,082.92	(1,151,210.91)
(Increase)/Decrease in other assets	(201,409.24)	426,277.90
Increase/(Decrease) in trade payables	(1,658,549.53)	(1,992,065.96)
Increase in other liabilities	(2,352,562.46)	2,064,079.40
Increase in provisions	(241,150.05)	85,925.76
Cash Generated from Operations	(2,779,079.94)	(1,336,367.32)
Income taxes paid	-	-
Net Cash Flow from Operating Activities (A)	(2,779,079.94)	(1,336,367.32)
B CASH FLOW FROM INVESTING ACTIVITIES		
Payments to acquire property, plant and equipment	(1,177,916.50)	(1,270,792.93)
Interest Received	-	7,810.69
Proceeds from disposal of property, plant and equipn	98,793.50	-
Net Cash (used in)/generated by Investing Activities (B)	(1,079,123.00)	(1,262,982.24)
C CASH FLOW FROM FINANCING ACTIVITIES		
Finance Cost paid	(1,266,382.55)	(1,041,441.17)
Reserve	-	-
Proceeds from borrowings	4,443,340.72	4,096,134.24
Net Cash generated by Financing Activities (C)	3,176,958.17	3,054,693.07
Net Increase (Decrease) in Cash & Cash Equivalents (A+B+C)	(681,244.77)	455,343.51
Cash & Cash Equivalents at the beginning of the year	3,271,994.93	2,816,651.42
Cash & Cash Equivalents at the end of the year	2,590,750.16	3,271,994.93
Cash on Hand	104,808.14	70,612.78
Balances with Schedule Bank in Current Account	2,485,942.02	3,201,382.15
Cash & Cash Equivalents included in Note no.6	2,590,750.16	3,271,994.93

Guangdong Symphony Keruilai Air Coolers Co., Ltd

(2) Property, Plant and Equipment, Capital Work-In-Progress & Other Intangible Assets

(In RMB)

	Plant Property Equipment				Total (A)	Other Intangible Assets			Total (B)	Grand Total (A+B+C)
	Plant & Machinery	Vehicles	Office Equipments	Computers		Softwares	Trademarks	Patent right		
Gross Block										
As at 31/03/2018	15,244,474.66	106,565.07	3,573,279.83	629,637.43	19,553,956.99	1,705,073.23	2,038,834.95	15,990,000.00	19,733,908.18	39,287,865.17
Additions	197,244.46	-	-	-	197,244.46	-	-	-	-	197,244.46
Disposals	-	-	106,706.58	-	106,706.58	-	-	-	-	106,706.58
As at 30/06/2018	15,445,124.88	106,565.07	3,466,573.25	629,637.43	19,647,900.63	1,807,014.97	2,038,834.95	15,990,000.00	19,835,849.92	39,483,750.55
Additions	7,665.52	-	-	-	7,665.52	47,600.00	-	-	47,600.00	55,265.52
Disposals	-	-	-	-	-	-	-	-	-	-
As at 30/09/2018	15,452,790.40	106,565.07	3,466,573.25	629,637.43	19,655,566.15	1,854,614.97	2,038,834.95	15,990,000.00	19,883,449.92	39,539,016.07
Additions	1,330,984.74	-	-	-	1,330,984.74	-	-	-	-	1,330,984.74
Disposals	390,555.81	-	-	-	390,555.81	-	-	-	-	390,555.81
As at 31/12/2018	16,393,219.33	106,565.07	3,466,573.25	629,637.43	20,595,995.08	1,854,614.97	2,038,834.95	15,990,000.00	19,883,449.92	40,479,445.00
Additions	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31/3/2019	16,393,219.33	106,565.07	3,466,573.25	629,637.43	20,595,995.08	1,854,614.97	2,038,834.95	15,990,000.00	19,883,449.92	40,479,445.00
Accumulated Depreciation and Amortization										
As at 31/03/2018	11,615,152.30	103,871.59	3,372,931.73	628,475.18	15,720,430.80	1,556,009.69	2,007,764.00	15,342,757.10	18,906,530.79	34,626,961.59
Depreciation and Amortization For The Period	281,181.25	504.00	38,424.18	84.00	320,193.43	45,408.00	1,941.00	143,946.00	191,295.00	511,488.43
Eliminated on disposals of assets	-	-	-	-	-	-	-	-	-	-
As at 31/03/2018	11,611,746.54	103,871.59	3,372,931.73	628,475.18	15,717,025.04	1,454,067.95	2,007,764.00	15,342,757.10	18,804,589.05	34,521,614.09
Depreciation and Amortization For The Period	295,008.00	504.00	34,151.00	84.00	329,747.00	41,732.80	1,941.00	140,192.20	183,866.00	513,613.00
Eliminated on disposals of assets	-	-	87,131.88	-	87,131.88	-	-	-	-	87,131.88
As at 30/06/2018	11,910,160.30	104,375.59	3,319,950.85	628,559.18	15,963,045.92	1,597,742.49	2,009,705.00	15,482,949.30	19,090,396.79	35,053,442.71
Depreciation and Amortization For The Period	271,617.33	504.00	32,157.13	84.00	304,362.46	42,525.80	1,941.00	72,828.00	117,294.80	421,657.26
Eliminated on disposals of assets	-	-	-	-	-	-	-	-	-	-
As at 30/09/2018	12,181,777.63	104,879.59	3,352,107.98	628,643.18	16,267,408.38	1,640,268.29	2,011,646.00	15,555,777.30	19,207,691.59	35,475,099.97
Depreciation and Amortization For The Period	263,666.00	504.00	21,475.96	84.00	285,729.96	20,319.00	1,941.00	69,400.20	91,660.20	377,390.16
Eliminated on disposals of assets	390,555.81	-	-	-	390,555.81	-	-	22,089.60	22,089.60	412,645.41
As at 31/12/2018	12,054,887.82	105,383.59	3,373,583.94	628,727.18	16,162,582.53	1,660,587.29	2,013,587.00	15,603,087.90	19,277,262.19	35,439,844.72
Depreciation and Amortization For The Period	285,132.00	504.00	16,467.11	84.00	302,187.11	20,348.91	1,941.00	62,476.00	84,765.91	386,953.02
Eliminated on disposals of assets	-	-	-	-	-	-	-	-	-	-
As at 31/12/2019	12,340,019.82	105,887.59	3,390,051.05	628,811.18	16,464,769.64	1,680,936.20	2,015,528.00	15,665,563.90	19,362,028.10	35,826,797.74
Net Block										
As at 31/03/2018	3,632,728.12	2,693.48	200,348.10	1,162.25	3,836,931.95	251,005.28	31,070.95	647,242.90	929,319.13	4,766,251.08
As at 31/3/2019	4,053,199.51	677.48	76,522.20	826.25	4,131,225.44	173,678.77	23,306.95	324,436.10	521,421.82	4,652,647.26

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(3) OTHER NON-CURRENT ASSETS

(In RMB)

Particulars	As at 31/3/2019	As at 31/03/2018
Unsecured, considered good		
Capital advances	242,231.60	761,402.05
Prepaid Expenses	2,118,306.18	2,730,227.95
	<u>2,360,537.78</u>	<u>3,491,630.00</u>

(4) INVENTORIES

Particulars	As at 31/3/2019	As at 31/03/2018
(As taken, Valued & Certified by the Management)		
Raw materials (Including Packing Material)	3,712,843.43	4,428,331.64
Work-in-Progress	1,199,848.00	445,287.91
Finished Goods (Including Goods in Transit RMB Nil Previous year RMB Nil)	5,129,576.57	6,221,731.37
	<u>10,042,268.00</u>	<u>11,095,350.92</u>

(5) TRADE RECEIVABLES

Particulars	As at 31/3/2019	As at 31/03/2018
Outstanding for more than six months		
Unsecured Considered Doubtful	254,552.06	293,765.96
Less : Allowance for Doubtful Debts	(254,552.06)	(293,765.96)
Others		
Unsecured Considered good	1,055,291.64	223,812.07
	<u>1,055,291.64</u>	<u>223,812.07</u>

(6) CASH & CASH EQUIVALENTS

Particulars	As at 31/3/2019	As at 31/03/2018
Cash and Cash Equivalents		
Cash on Hand	30,897.10	13,333.30
Balance with employees Imprest account	73,911.04	57,279.48
Balance with banks in current accounts	2,485,942.02	3,201,382.15
	<u>2,590,750.16</u>	<u>3,271,994.93</u>

(7) OTHER FINANCIAL ASSETS

Particulars	As at 31/3/2019	As at 31/03/2018
Export Incentive Receivable	497,137.43	65,352.01
	<u>497,137.43</u>	<u>65,352.01</u>

(8) OTHER CURRENT ASSETS

Particulars	As at 31/3/2019	As at 31/03/2018
Advance for supply of goods and rendering of services		
Unsecured, considered good	863,877.14	867,847.27
Prepaid Expenses	589,443.46	189,129.01
Balance with statutory / government authorities	-	-
Other Loans and advances	-	-
	<u>1,453,320.60</u>	<u>1,056,976.28</u>

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(9) EQUITY SHARE CAPITAL

(In RMB)

Particulars	As at 31/3/2019	As at 31/03/2018
Authorised :		
_____ Equity Shares of RMB____/- each	<u>85,000,000.00</u>	<u>85,000,000.00</u>
Issued, Subscribed & Paid up :		
____ Equity Shares of RMB____/- each fully paid up	<u>85,000,000.00</u>	<u>85,000,000.00</u>
	<u>85,000,000.00</u>	<u>85,000,000.00</u>

(10) OTHER EQUITY

Particulars	As at 31/3/2019	As at 31/03/2018
Securities Premium Account	1,600,897.94	1,600,897.94
Capital Reserve	60,910.78	60,910.78
Retained Earnings	<u>(111,587,871.54)</u>	<u>(110,074,863.54)</u>
	<u>(109,926,062.82)</u>	<u>(108,413,054.82)</u>

10.1 Securities Premium Account

Particulars	As at 31/3/2019	As at 31/03/2018
Closing balance	<u>1,600,897.94</u>	<u>1,600,897.94</u>

10.2 Capital Reserve

Particulars	As at 31/3/2019	As at 31/03/2018
Closing balance	<u>60,910.78</u>	<u>60,910.78</u>

10.3 Retained Earnings

Particulars	As at 31/3/2019	As at 31/03/2018
Opening Balance	(110,074,863.54)	(105,247,893.78)
Profit for the period	<u>(1,513,008.00)</u>	<u>(4,826,969.76)</u>
Closing Balance	<u>(111,587,871.54)</u>	<u>(110,074,863.54)</u>

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(11) BORROWINGS (In RMB)

Particulars	As at 31/3/2019	As at 31/03/2018
Unsecured		
Loan from Bank	28,800,000.00	24,494,371.47
Interest Payable Accrued But Not D	299,166.63	161,454.44
	29,099,166.63	24,655,825.91

(12) TRADE PAYABLES

Particulars	As at 31/3/2019	As at 31/03/2018
Trade Payables	13,917,079.25	15,575,628.78
	13,917,079.25	15,575,628.78

(13) PROVISIONS

Particulars	As at 31/3/2019	As at 31/03/2018
Provision for Warranty	629,005.65	870,155.70
	629,005.65	870,155.70

	Warranty	Warranty
Balance at April 01, 2018	870,155.70	784,229.94
Additional provisions recognised	127,845.66	134,325.75
Reductions arising from payments	(67,665.47)	(48,399.99)
Reductions arising from remeasurement or settlement without cost	(301,330.24)	-
Balance at June 30, 2018	629,005.65	870,155.70

(14) OTHER CURRENT LIABILITIES

Particulars	As at 31/3/2019	As at 31/03/2018
Other liabilities		
Advance from customers	3,747,119.28	6,187,788.39
Statutory Dues	102,678.09	76,656.31
Other Payables	82,966.79	18,367.02
	3,932,764.16	6,282,811.72

Guangdong Symphony Kerulai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(15) REVENUE FROM OPERATIONS			(In RMB)
Particulars	Year Ended 31/03/2019	Year Ended 31/03/2018	
Gross Revenue from Sale of Products	53,534,891.21	44,596,811.47	
Less: Excise Duty	-	-	
Revenue from Sale of Products	53,534,891.21	44,596,811.47	
Other Operating Revenue	-	-	
	53,534,891.21	44,596,811.47	
Sale of products comprises of :			
Air Coolers	50,962,317.03	41,599,853.60	
Others	2,572,574.18	2,996,957.87	
	53,534,891.21	44,596,811.47	
(16) OTHER INCOME			
Particulars	Year Ended 31/03/2019	Year Ended 31/03/2018	
Interest Income	4,159.91	7,810.69	
Foreign Exchange Fluctuation(Net)	166,081.55	-	
Other Non Operating Income	2,406,155.42	2,852,142.43	
	2,576,396.88	2,859,953.12	
(17) COST OF MATERIAL CONSUMED			
Particulars	Year Ended 31/03/2019	Year Ended 31/03/2018	
Opening Stock of Raw Materials	4,428,331.64	2,896,993.86	
Add: Purchases	33,047,936.42	28,047,552.11	
Less: Closing Stock of Raw Materials	3,712,843.43	4,428,331.64	
	33,763,424.63	26,516,214.33	
(18) CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE			
Particulars	Year Ended 31/03/2019	Year Ended 31/03/2018	
Opening Stock			
Work-in-Progress	445,287.91	357,917.94	
Finished Goods	6,221,731.37	6,689,228.21	
Less:			
Closing Stock			
Work-in-Progress	1,199,848.00	445,287.91	
Finished Goods	5,129,576.57	6,221,731.37	
	337,594.71	380,126.87	
(19) EMPLOYEE BENEFIT EXPENSES			
Particulars	Year Ended 31/03/2019	Year Ended 31/03/2018	
Salaries, Wages and Bonus	10,250,648.16	10,485,849.81	
Contribution to Provident Fund and Other Funds	1,065,839.53	1,243,621.90	
Staff Welfare Expenses	562,330.95	541,533.46	
	11,878,818.64	12,271,005.17	

Guangdong Symphony Kerulai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(20) FINANCE COSTS		(In RMB)	
Particulars	Year Ended 31/03/2019	Year Ended 31/03/2018	
Interest Expenses	1,266,382.55	1,041,441.17	
	1,266,382.55	1,041,441.17	
(22) ADVERTISEMENT AND SALES PROMOTION EXPENSE			
Particulars	Three Months Ended 30/06/2018	Year Ended 31/03/2018	
Advertisement and Sales Promotion	613,363.09	1,266,385.16	
Conference and Other Expenses	-	-	
	613,363.09	1,266,385.16	
(21) OTHER EXPENSES			
Particulars	Year Ended 31/03/2019	Year Ended 31/03/2018	
Stores, Spare parts and Packing Material consumed	296,169.17	263,942.61	
Power and Fuel	417,886.20	410,573.52	
Repairs & Maintenance			
Machinery	168,507.36	300,750.19	
Rent	2,332,928.35	2,409,013.86	
Rates & Taxes	268,949.91	198,490.17	
Travelling	604,353.90	1,063,579.47	
Communication Expenses	100,756.44	149,636.80	
Insurance	61,316.69	52,468.09	
Printing and stationery charges	56,725.00	81,025.36	
Legal & Professional Charges	12,621.36	28,301.88	
Payment to Auditors (Refer Note no. 25)	267,127.04	210,000.00	
Vehicle Expenses	137,804.38	177,019.36	
General Expenses	1,435,317.77	1,348,797.98	
Provision for Doubtful Advances	-	61,105.27	
Bank Charges	257,964.45	174,895.52	
Freight & Forwarding Charges	1,067,232.45	1,100,738.70	
Warranty Expense	131,629.89	134,325.75	
Sales Commission	434,160.32	476,675.20	
VAT and Sales Tax	13,648.35	-	
	8,065,099.03	8,665,752.57	
(22) EARNINGS PER SHARE			
Particulars	Year Ended 31/03/2019	Year Ended 31/03/2018	
Face value of Equity Shares (RMB)	-	-	
Net Profit available for Equity Shareholders(In RMB)	(1,513,008.00)	(4,826,969.76)	
No. of Equity Shares	-	-	
Basic and Diluted EPS (RMB)	-	-	

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(23) Segment Reporting

(a) Secondary Segment : Geographical segment

	<u>2018-19</u>	<u>2017-18</u>
(1) Segment Revenue		
China	25,082,908.10	23,280,990.84
Rest of the world	28,451,983.11	21,315,820.63
Net Revenue from Sale of Products	<u>53,534,891.21</u>	<u>44,596,811.47</u>
(2) Segment Profit before Interest and Taxes (PBIT)		
China	49,975.29	(2,161,767.55)
Rest of the world	(296,600.74)	(1,623,761.04)
Total	<u>(246,625.45)</u>	<u>(3,785,528.59)</u>
Less: Finance Costs	1,266,382.55	1,041,441.17
Less: Taxes	-	-
Total Profit After Tax	<u>(1,513,008.00)</u>	<u>(4,826,969.76)</u>

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(24) Related Party Disclosures

(In RMB)

Sr no	Name of the Related Parties	Nature of relationship with company	Nature of transaction	2018-19		2017-18	
				Volume of transaction	Balance at the end of the year	Volume of transaction	Balance at the end of the year
1	Symphony Limited	The parent company	Sale of Goods	7,002,655.48	(20,132.68)	531,389.35	(2,010,557.37)
			Guarantee Charges Expense	202,005.00		184,526.16	
2	Sylvan Holdings Pte Ltd.,Singapore	Subsidiary of Symphony Limited	Loan Given	-		-	-
			Loan Received	-		-	
			Loan interest	-		-	
3	IMPCO S DE RL DE C V	Subsidiary of Symphony Limited	Purchase of Goods	-		-	
			Sale of Goods	5,433,780.68	(948,961.73)	5,784,755.23	(1,278,063.02)
3	Climate Technologies	Subsidiary of Symphony Limited	Purchase of Goods				
			Sale of Goods	299,500.00	(45,756.00)		

(25) Auditors' Remuneration (Refer Note no. 21)

	2018-19	2017-18
a) As Auditor	267,127.04	207,416.63
b) In other capacity, in respect of		
i) Tax Audit	-	-
ii) Certification	-	-
iii) Taxation Matters	-	-
	267,127.04	207,416.63

(26) Leases

26.1 : Leasing Arrangement

Operating lease is related to factory rental and temporary warehouse

26.2 : Payment recognised as an expenses

	2018-19	2017-18
Minimum Lease Payments	1,644,300.00	1,699,771.86
Contingent Rentals	-	-
Sub-Lease payment received	-	-
Total	1,644,300.00	1,699,771.86

If there is some Non-cancellable operating lease then, following details are also required:

26.3 : Non-cancellable operating lease commitments

	2018-19	2017-18
Note later than 1 year	1,668,600.00	1,620,000.00
Later than 1 year and not later than 5 years	1,668,600.00	3,402,675.00
Later than 5 years	-	-
	3,337,200.00	5,022,675.00

(27) Details of yearwise carryforward loss of previous years under Income Tax Act. And for how many years the loss can be carryforward.

(In RMB)

Item	Year	Loss/profit	Carryforward loss
Previous Year 7	2011	-1,132,374.92	
Previous Year 6	2012	4,984,460.32	
Previous Year 5	2013	-27,149,967.49	
Previous Year 4	2014	-16,725,689.75	Previous Year 4
Previous Year 3	2015	-13,033,552.10	Previous Year 3
Previous Year 2	2016	-10,297,905.19	Previous Year 2
Previous Year 1	2017	-10,510,050.41	Previous Year 1
Current Year	2018	-1,792,339.80	Current Year
Total		-75,657,419.34	0.00

(28) Maturities of financial liabilities:

The tables below analyse the Company's financial liabilities into relevant maturity groupings base on their contractual maturities for all non-derivative financial liabilities.

Particulars	(In RMB)			Total
	Less than 1 year	1to 5 years	>5 years	
Current				
(i) Borrowings	29,099,166.63	-	-	29,099,166.63
(ii) Trade payables	13,917,079.25			13,917,079.25
Particulars				
	Less than 1 year	1to 5 years	>5 years	Total
Current				
(i) Borrowings	24,655,825.91	-	-	24,655,825.91
(ii) Trade payables	15,575,628.78			15,575,628.78

The surplus funds with the Company and operational cash flows will be sufficient to dispose the financial liabilities within the maturity period.

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(29) Particulars of Unhedged Foreign Currency Exposure as at the Balance Sheet Date

Particulars	2018-19			2017-18		
	Currency	In Foreign Currency	In RMB	Currency	In Foreign Currency	In RMB
Trade Payables	US\$	-	-	US\$	-	-
Advance for import purchases	US\$	-	-	US\$	-	-
Advance from Customer	US\$	489,262.18	3,287,760.93	US\$	780,585.94	4,899,269.59
	GBP	-	-	GBP	-	-
Trade Receivable	US\$	160,600.00	1,081,400.10	US\$	156,830.20	984,329.07
	EURO	-	-	EURO	-	-
Loan Receivable	US\$	-	-	US\$	-	-

(30) Expenditure on Research & Development activities as certified by the Management are as under

<u>Particulars</u>	<u>2018-19</u>	<u>2017-18</u>
Capital Expenditure	-	-
Revenue Expenditure		
Material Cost	184,355.69	270,788.78
Other Expenses	227,634.54	154,850.45
Total	411,990.23	425,639.23