



MOLD-TEK TECHNOLOGIES INC

BALANCE SHEET AS AT 31 MARCH, 2019

Particulars	31 March, 2019		31 March, 2018	
	USD	₹ '000	USD	₹ '000
ASSETS				
Current Assets				
Checking/Savings				
Checks in Transit	-	-	-	-
Corporate Checking	\$186,916	12,929	\$213,357	13,878
Total Checking/Savings	\$186,916	12,929	\$213,357	13,878
Fixed Assets				
Accumulated Depreciation	-\$125,464	(8,070)	-\$102,373	(6,453)
Vehicles & Computers	\$158,522	9,729	\$146,445	8,893
Total Fixed Assets	\$33,058	1,659	\$44,072	2,440
Current Assets				
Work in Process				
Loans & Advances	\$3,684	255	\$4,184	272
Accounts Receivable	\$2,087,674	144,404	\$2,009,065	130,678
Total Current Assets Others	\$2,091,358	144,659	\$2,013,249	130,950
TOTAL ASSETS	\$2,311,332	159,247	\$2,270,677	147,268
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
Accounts Payable				
Accounts Payable	\$1,087	75	\$11,878	773
Total Accounts Payable	\$1,087	75	\$11,878	773
Other Liabilities				
Related Party Due	\$2,130,907	147,395	\$2,106,922	137,043
Total Long Term Liabilities	\$2,130,907	147,395	\$2,106,922	137,043
Total Liabilities	\$2,131,994	147,470	\$2,118,800	137,815
Equity				
Equity	\$85,441	3,430	\$85,441	3,430
Retained Earnings	\$66,435	5,469	\$41,877	3,955
Foreign Currency Translation Reserve	\$0	1,019	\$0	554
Current Year earnings	\$27,461	1,859	\$24,559	1,513
Total Equity	\$179,338	11,777	\$151,877	9,452
TOTAL LIABILITIES & EQUITY	\$2,311,332	159,247	\$2,270,677	147,268

MOLD-TEK TECHNOLOGIES INC
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2019

Particulars	Apr to Mar'19		Apr to Mar'18	
	US\$	₹ '000	US\$	₹ '000
Income				
Consulting Income	\$1,073,509	75,026	\$1,335,758	86,135
Other Income	\$298,075	21,004	\$4,840	312
Detailing	\$9,160,946	641,210	\$7,697,326	496,416
Total Income	\$10,532,530	737,240	\$9,037,924	582,864
Cost of Goods Sold				
Cost of Goods Sold -MTTL	\$8,636,962	604,479	\$7,694,706	496,304
Cost of Goods Sold -Others	\$197,085	13,822	\$90,707	5,849
Total COGS	\$8,834,048	618,302	\$7,785,413	502,153
Gross Profit	\$1,698,482	118,938	\$1,252,511	80,711
Expense				
Back Charges	\$335,429	23,637	\$23,779	1,536
Bank Service Charges	\$3,241	228	\$1,626	105
Contributions	\$250	16.90	-	-
Health Insurance	\$61,554	4,327	\$43,482	2,804
Exhibition Expenses	\$22,721	1,593	\$35,532	2,292
Publications	\$599	42	\$1,295	83
Office Supplies	\$4,791	332	\$8,033	518
Payroll Expenses	\$975,802	68,281	\$848,587	54,728
Rent	\$21,000	1,470	\$21,366	1,378
Postage and Delivery	\$71	5	\$168	11
Taxes	\$2,366	167	\$3,079	199
Professional Fees	\$33,674	2,336	\$38,257	2,467
Travelling Exp	\$96,024	6,707	\$105,881	6,828
Computer Maintenance	\$76,895	5,377	\$71,530	4,614
Communication Expenses	\$13,002	910	\$10,360	668
Repair	-	-	\$322	21
Depreciation	\$23,091	1,617	\$14,655	945
Total Expense	\$1,671,021	117,079	\$1,227,952	79,197
Net Income	\$27,461	1,859	\$24,559	1,513



INDEPENDENT AUDITOR'S REPORT

To
The Members of Mold-Tek Technologies Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of **Mold-Tek Technologies Limited** (hereafter referred to as "the Parent") and its wholly owned subsidiary **Mold-Tek Technologies Inc., USA** (the Parent and its wholly owned subsidiary together referred to as "the Group") comprising of the Consolidated Balance Sheet as at 31st March, 2019, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act"), in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Group as at March 31, 2019, and its consolidated profit, consolidated total comprehensive income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's Response
1	<p>Revenue Recognition (Ind AS 115, Revenue from contracts with Customers)</p> <p>The revenue standard establishes a comprehensive framework for determining whether, how much and when revenue is recognized by the Group. This involves certain key judgments relating to identification of distinct performance obligations, determination of transaction price of identified performance obligation, the appropriateness of the basis used to measure revenue recognized over a period. Refer Note No. 25 to the Consolidated Financial Statements.</p>	<p>Principal Audit Procedures</p> <p>Our audit procedures on adoption of Ind AS 115, Revenue from contracts with Customers ('Ind AS 115'), which is the new revenue accounting standard, include –</p> <ul style="list-style-type: none">• Assessing the appropriateness of the Group's accounting policy on revenue recognition in line with Ind AS 115 and testing thereof.• Evaluated the design and implementation of the processes and internal controls relating in respect of revenue recognition.• Testing the effectiveness of such controls over revenue cut off at year-end.• Testing the supporting documentation for sales transactions recorded during the period closer to the year end and subsequent to the year end and• Performing analytical procedures on current year revenue based on monthly trends and where appropriate, conducting further enquiries and testing.

Sr. No.	Key Audit Matter	Auditor's Response
2	<p data-bbox="202 180 542 203">Evaluation of uncertain tax positions</p> <p data-bbox="202 215 633 314">The Company has material uncertain tax positions including matters under dispute which involves significant management judgment to determine the possible outcome of these disputes.</p> <p data-bbox="202 326 633 371">Refer Note No. 36 to the Consolidated Financial Statements.</p>	<p data-bbox="649 180 892 203">Principal Audit Procedures</p> <p data-bbox="649 215 1220 470">Obtained details of completed tax assessments and demands for the year ended March 31, 2019 from management. We involved our internal experts to challenge the management's underlying assumptions in estimating the tax provision and the possible outcome of the disputes. Our internal experts also considered legal precedence and other rulings in evaluating management's position on these uncertain tax positions. Additionally, we considered the effect of new information in respect of uncertain tax positions as at April 1, 2018 to evaluate whether any change was required to management's position on these uncertainties.</p>

Other Information

The Parent's Board of Directors is responsible for the other information. The other information included in the annual report does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon. The other information is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the other information included in the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Management's Responsibility for the Consolidated Financial Statements

The Parent's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated total comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the parent, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the Group'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 or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs 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 consolidated financial statements.



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated 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. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Parent has adequate internal financial controls system in place and the operating effectiveness of such controls.
- 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 Group'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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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 relating to the preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of the preparation of the consolidated financial statements.
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act read with Rule 7 of Companies (Accounts) Rules, 2014.