

# **GFL GM FLUORSPAR SA**

**AUDITED ANNUAL ACCOUNTS**

**2015-2016**

## **Independent Auditor's Report to the members of GFL GM Fluorspar SA**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of **GFL GM Fluorspar SA** ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 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 financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

**Independent Auditor's Report to the members of GFL GM Fluorspar SA on the Financial Statements for the year ended 31<sup>st</sup> March 2016 (continued)**

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the 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 financial statements.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, of the state of affairs of the Company as at 31st March, 2016 and its loss and cash flows for the year ended on that date.

**Other Matter**

These financial statements have been prepared by the Company for the purpose of preparation of consolidated financial statements of the holding company, Gujarat Fluorochemicals Limited, India, in accordance with the Accounting Standard (AS) 21-Consolidated Financial Statements, specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and for providing information as required by section 129(3) of the Act by the holding company.

For Patankar & Associates,  
Chartered Accountants  
Firm's Registration No. 107628W

M Y Kulkarni  
Partner  
Membership No. 035524

Place: Pune  
Date: 16<sup>th</sup> May, 2016

**GFL GM FLUORSPAR SA****Balance Sheet as at 31st March, 2016**

(Amounts in Rs.)

	Note No.	As at 31st March, 2016	As at 31st March, 2015
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' funds</b>			
(a) Share capital	4	13,49,96,432	13,49,96,432
(b) Reserves and surplus	5	(11,43,71,626)	(10,54,46,083)
		<b>2,06,24,806</b>	<b>2,95,50,349</b>
<b>(2) Non-current liabilities</b>			
(a) Long-term borrowings	6	44,65,35,680	17,01,87,500
		<b>44,65,35,680</b>	<b>17,01,87,500</b>
<b>(3) Current liabilities</b>			
(a) Short-term borrowings	7	23,18,750	21,87,500
(b) Trade payables	8	30,29,813	22,26,440
(c) Other current liabilities	9	4,15,23,378	1,26,36,839
		<b>4,68,71,941</b>	<b>1,70,50,779</b>
<b>TOTAL</b>		<b>51,40,32,427</b>	<b>21,67,88,628</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Fixed assets			
(i) Tangible assets	10	17,60,196	71,437
(ii) Intangible assets	10	9,40,75,994	9,30,34,125
(iii) Capital work-in-progress		34,44,36,135	3,04,46,313
(b) Long-term loans and advances	11	2,84,60,007	7,18,93,189
		<b>46,87,32,332</b>	<b>19,54,45,064</b>
<b>(2) Current assets</b>			
(a) Cash and bank balances	12	4,41,98,886	2,08,27,813
(b) Short-term loans and advances	13	11,01,209	4,87,751
(c) Other current assets	14	-	28,000
		<b>4,53,00,095</b>	<b>2,13,43,564</b>
<b>TOTAL</b>		<b>51,40,32,427</b>	<b>21,67,88,628</b>

***The accompanying notes are an integral part of the financial statements***

As per our report of even date attached  
**For PATANKAR & ASSOCIATES**  
Chartered Accountants

**For GFL GM Fluorspar SA**

**M.Y.Kulkarni**  
Partner

**Deepak Asher**  
Chairman and Managing Director

**V. K. Soni**  
Director

Place : Pune  
Dated: 16th May, 2016

Place : Noida  
Dated: 16th May, 2016

**GFL GM FLUORSPAR SA**  
**Statement of Profit and Loss for the year ended 31st March, 2016**

(Amounts in Rs.)

	Note No	2015-2016	2014-2015
I. Revenue from operations		-	-
II. Other income	15	25,56,283	3,74,177
<b>III. Total Revenue</b>		<b>25,56,283</b>	<b>3,74,177</b>
IV. Expenses:			
Employee benefits expense	16	3,78,702	35,90,568
Finance Cost	17	20,82,755	19,02,593
Depreciation and amortization expense	10	79,96,375	71,93,375
Other expenses	18	37,75,717	1,92,50,054
<b>Total expenses</b>		<b>1,42,33,549</b>	<b>3,19,36,590</b>
<b>V. Loss for the year</b>		<b>(1,16,77,266)</b>	<b>(3,15,62,413)</b>
VI. Basic and diluted loss per share (in Rs.)	23	(62.06)	(167.75)

***The accompanying notes are an integral part of the financial statements***

As per our report of even date attached

**For PATANKAR & ASSOCIATES**  
Chartered Accountants

**For GFL GM Fluorspar SA**

**M.Y.Kulkarni**  
Partner

**Deepak Asher**  
Chairman and Managing Director

**V. K. Soni**  
Director

Place : Pune  
Dated: 16th May, 2016

Place : Noida  
Dated: 16th May, 2016

**GFL GM FLUORSPAR SA**  
**Cash flow statement for the year ended 31st March, 2016**

(Amounts in Rs.)

	2015-2016	2014-2015
<b>A Cash flow from operating activities</b>		
Loss before tax	(1,16,77,266)	(3,15,62,413)
Adjustments for :		
Finance costs	20,82,755	19,02,593
Depreciation and amortization expenses	79,96,375	71,93,375
Interest on deposit	(27,747)	(1,21,852)
Provisions no longer required, written back	-	(2,52,325)
<i>Operating loss before working capital changes</i>	(16,25,883)	(2,28,40,622)
Adjustments for :		
Long-term loans and advances	(1,63,18,373)	(15,31,547)
Short-term loans and advances	(6,13,458)	16,97,994
Other current liabilities	2,60,21,460	58,00,487
Trade payables	15,85,697	(9,63,476)
Cash generated/(used in) operations	90,49,443	(1,78,37,164)
Income tax paid (net)	(22,391)	(18,750)
<b>Net cash generated from/(used in) operating activities</b>	90,27,052	(1,78,55,914)
<b>B Cash flow from investing activities</b>		
Acquisition of Fixed Assets (including changes in capital advances and Capital WIP)	(25,60,54,513)	(9,27,49,751)
Interest on deposit received	55,747	93,852
<b>Net cash used in investing activities</b>	(25,59,98,766)	(9,26,55,899)
<b>C Cash flow from financing activities</b>		
Proceeds from long-term borrowings	27,25,11,930	10,62,50,000
Proceeds from short-term Inter corporate deposit	-	21,87,500
<b>Net cash generated from financing activities</b>	27,25,11,930	10,84,37,500
<b>D Adjustment on account of foreign currency translation reserve</b>	(21,69,143)	1,21,14,859
<b>Net increase in cash and cash equivalents</b>	2,33,71,073	1,00,40,546
Cash and cash equivalents as at the beginning of the year	2,08,27,813	1,07,87,267
Cash and cash equivalents as at the end of the year	4,41,98,886	2,08,27,813
Note:		
1) Cash Flow Statement is prepared and presented under the 'Indirect Method'.		
2) Components of cash and cash equivalents are as per note no.12		
3) The accompanying notes are an integral part of the financial statements.		

As per our report of even date attached

**For PATANKAR & ASSOCIATES**

Chartered Accountants

**For GFL GM Fluorspar SA**

**M.Y.Kulkarni**

Partner

**Deepak Asher**

Chairman and Managing Director

**V. K. Soni**

Director

Place: Pune

Dated: 16th May, 2016

Place: Noida

Dated: 16th May, 2016

# **GFL GM FLUORSPAR SA**

## **Notes to the financial statements for the year ended 31st March, 2016**

### **1. CORPORATE INFORMATION**

GFL GM Fluorspar (the 'Company') is incorporated in Morocco and is a subsidiary of Gujarat Fluorochemicals Singapore Pte. Limited, Singapore which in turn is a wholly-owned subsidiary of Gujarat Fluorochemicals Limited, India. The Company is a joint venture between Gujarat Fluorochemicals Singapore Pte. Limited and Global Mines SARL and is engaged in the business of exploration of Fluorspar mines.

These financial statements have been prepared by the Company for the purposes of publication of summarized financial information in the consolidated financial statements of its holding company, Gujarat Fluorochemicals Limited, India, as required by section 129(3) of the Companies Act, 2013 and for the purpose of preparation of consolidated financial statement of the holding company, in accordance with the Accounting Standard (AS) 21 – Consolidated Financial Statements.

The Balance Sheet, Statement of Profit & Loss and the Cash Flow Statement of the Company have been drawn up in terms of Moroccan Dhiram (MAD) representing the functional currency of the Company. However, for purposes of compliance with the requirements of the Act, these financial statements have been translated into Indian Rupees in accordance with the methodology prescribed for conversion of financial statements of a non-integral operation in the Accounting Standard (AS) 11 – Effects of Changes in Foreign Exchange Rates.

### **2. BASIS OF PREPARATION**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India, under the historical cost convention and on accrual basis. These financial statements comply in all material respects with the applicable Accounting Standards specified under Section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014.

Figures of the previous year have been regrouped or rearranged, wherever necessary, to confirm with the classification of the current year.

### **3. SIGNIFICANT ACCOUNTING POLICIES:**

#### **a) REVENUE RECOGNITION**

Interest income is recognised on a time proportion basis taking in to account the amount outstanding and the applicable interest rate.

# GFL GM FLUORSPAR SA

## Notes to the financial statements for the year ended 31st March, 2016

### 3. SIGNIFICANT ACCOUNTING POLICIES- Continued

#### b) FIXED ASSETS

Tangible fixed assets are carried at cost less accumulated depreciation. Cost comprises of purchase price, including any expenses attributable to bring the asset to its working condition for its intended use.

Intangible assets are stated at cost of acquisition less accumulated amortisation.

#### c) DEPRECIATION AND AMORTISATION

Depreciation on all fixed assets is provided under Straight Line Method. The useful lives prescribed in Schedule II to the Companies Act, 2013 are considered as the minimum lives. If the management's estimate of the useful life of a fixed asset at the time of acquisition of the asset or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, depreciation is provided at a higher rate based on the management's estimate of the useful life/remaining useful life.

Pursuant to this policy, depreciation on the assets provided over the useful lives which are lower than the corresponding useful lives prescribed in Schedule II are as under:

Asset Category	Useful life
Furniture and fixtures	5 Years
Computers	3 Years

The value of mining exploitation permit/licence is amortised over the period of the permit/licence on a straight line basis.

#### d) BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. All other borrowing costs are charged to revenue.

#### e) EMPLOYEE BENEFITS

Short term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss in the year in which the related service is rendered.



# GFL GM FLUORSPAR SA

## Notes to the financial statements for the year ended 31st March, 2016

### 3. SIGNIFICANT ACCOUNTING POLICIES- Continued

#### f) FOREIGN CURRENCY TRANSACTIONS:

- a. The accounts are translated in Indian Rupees as follows:-
  - 1) Share capital is retained at the initial contribution amount.
  - 2) Assets & Liabilities are translated at the rates prevailing on the date of Balance Sheet.
  - 3) Revenue transactions are translated at the average exchange rates prevailing during the year.
  - 4) The resultant differences are accounted as translation reserve in the Balance Sheet.
- b. The Central Government has vide its Notification no. G.S.R. 914(E) dated 29<sup>th</sup> December 2011, amended Accounting Standard 11 – The Effects of Changes in Foreign Exchange Rates, to the extent it relates to the recognition of losses or gains arising on restatement of long-term foreign currency monetary items in respect of accounting periods commencing on or after 1<sup>st</sup> April 2011.

As stipulated in the Notification, the Company has exercised the option to adopt the following policy irrevocably for accounting periods commencing from 1st April 2011:

Long term foreign currency monetary items are translated at the exchange rate prevailing on the balance sheet date and the net exchange gain / loss on such conversion and on settlement of the liability, is adjusted to the cost of the asset, where the long-term foreign currency monetary items relate to the acquisition of a depreciable capital asset (whether purchased within or outside India), and depreciated over the balance life of the assets.

#### g) TAXES ON INCOME:

Tax on income for the current year is determined on the basis of taxable income computed in accordance with the provisions of the Morocco Income-tax laws.

#### h) PRELIMINARY EXPENSES:

Expenditure on initial survey and investigation of the mines are charged to expenses in the year in which they are incurred.

#### i) IMPAIRMENT OF ASSETS:

Consideration is given at each balance sheet date to determine whether there is any indication of impairment of the carrying amount of the Company's assets and impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount.

## **GFL GM FLUORSPAR SA**

### **Notes to the financial statements for the year ended 31st March, 2016**

#### **3. SIGNIFICANT ACCOUNTING POLICIES- Continued**

j) PROVISIONS AND CONTINGENT LIABILITIES :

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is possible obligation or a present obligation in respect of which the likelihood of outflow of resource is remote, no provision or disclosure is made.

k) USE OF ESTIMATES:

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that affect the reported balances of assets and liabilities and disclosure of contingent liabilities, at the end of the accounting year and reported amounts of revenue and expenses during the year. Although these estimates are based on the management's knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

# GFL GM FLUORSPAR SA

## Notes to the financial statements for the year ended 31st March, 2016

### 4 Share capital

(Amounts in Rs.)

	As at 31st March, 2016	As at 31st March, 2015
Authorised capital 1,88,150 Equity Shares of MAD 100 each		
Issued, subscribed and fully paid up capital 1,88,150 Equity Shares of MAD 100 each	13,49,96,432	13,49,96,432
<b>Total</b>	<b><u>13,49,96,432</u></b>	<b><u>13,49,96,432</u></b>

#### a) **Terms/rights attached to equity shares**

The Company has only one class of equity shares having a par value of MAD 100 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in MAD. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, in proportion of their shareholding.

#### b) **Equity capital held by holding/ultimate holding company and /or their subsidiaries**

(Amounts in Rs.)

	As at 31st March, 2016 Nos	As at 31st March, 2015 Nos	As at 31st March, 2016	As at 31st March, 2015
Gujarat Fluorochemicals Singapore Pte. Limited - holding company	1,39,231	1,39,231	9,91,53,884	9,91,53,884

#### c) **Details of shareholders holding more than 5% equity capital in the company**

	As at 31st March, 2016 Nos	As at 31st March, 2016 % of holding	As at 31st March, 2015 Nos	As at 31st March, 2015 % of holding
a) Gujarat Fluorochemicals Singapore Pte. Limited	1,39,231	74.00%	1,39,231	74.00%
b) Global Mines SARL, Morocco	48,919	26.00%	48,919	26.00%

## GFL GM FLUORSPAR SA

### Notes to the financial statements for the year ended 31st March, 2016

	(Amounts in Rs.)	
	As at 31st March, 2016	As at 31st March, 2015
<b>5 Reserves and surplus</b>		
Foreign Currency Translation Reserve		
As per last Balance Sheet	(1,08,68,865)	(31,97,746)
Movement during the year	27,51,723	(76,71,119)
<b>Balance as at the end of the year</b>	<b>(81,17,142)</b>	<b>(1,08,68,865)</b>
Deficit in the Statement of Profit & Loss		
As per last Balance Sheet	(9,45,77,218)	(6,30,14,805)
Add: Loss for the year	(1,16,77,266)	(3,15,62,413)
<b>Balance as at the end of the year</b>	<b>(10,62,54,484)</b>	<b>(9,45,77,218)</b>
<b>Total</b>	<b>(11,43,71,626)</b>	<b>(10,54,46,083)</b>
<b>6 Long-term borrowings</b>		
Secured:		
From Bank		
- External Commercial Borrowing from EXIM Bank	37,87,61,930	10,62,50,000
Unsecured:		
Loans and Advances from related party		
- Inter-corporate deposit from the holding company	6,77,73,750	6,39,37,500
<b>Total</b>	<b>44,65,35,680</b>	<b>17,01,87,500</b>

#### Security and terms of secured borrowings:

Foreign currency term loan is secured by way of exclusive charge on movable fixed assets of the proposed project upto value of USD 7.95 million, book debts, operating cashflows, receivables, commission, present & future revenues and unconditional irrevocable Corporate Guarantee of Gujarat Fluorochemicals Limited, India - the intermediate holding company. The term loan is repayable in the 10 structured half yearly instalments commencing after a moratorium of 12 months from the date of Scheduled Commercial operations date and carries interest @ 6 months LIBOR plus 4% per annum.

#### Terms of unsecured borrowings:

The unsecured inter-corporate deposit is for the period of two years, repayable on 30th April, 2017 and carries interest @ 3% p.a.

# GFL GM FLUORSPAR SA

## Notes to the financial statements for the year ended 31st March, 2016

	As at 31st March, 2016	(Amounts in Rs.) As at 31st March, 2015
<b>7</b>		
<b><u>Short-term borrowings</u></b>		
Unsecured:		
Loans and Advances from related party		
- Inter-corporate deposit from the holding company	23,18,750	21,87,500
<b>Total</b>	<b>23,18,750</b>	<b>21,87,500</b>
<b>Nature of security and terms of repayment for secured borrowings:</b>		
<b>Terms of unsecured borrowings:</b>		
The unsecured inter-corporate deposit is repayable on demand and carries interest @ 3% p.a.		
<b>8</b>		
<b><u>Trade payables</u></b>		
Trade payables	30,29,813	22,26,440
<b>Total</b>	<b>30,29,813</b>	<b>22,26,440</b>
<b>9</b>		
<b><u>Other current liabilities</u></b>		
Interest accrued and not due on External Commercial Borrowing	12,14,959	3,83,375
Interest accrued and due on Inter-corporate deposit	78,11,269	57,77,774
Creditors for capital expenditure	2,82,20,712	38,92,313
Statutory duties and taxes payable	18,24,326	16,26,376
Employee dues	3,93,658	1,31,000
Expenses payable	20,58,454	8,26,001
<b>Total</b>	<b>4,15,23,378</b>	<b>1,26,36,839</b>

## GFL GM FLUORSPAR SA

### Notes to the financial statements for the year ended 31st March, 2016

#### 10 - Fixed assets - Tangible assets

(Amounts in Rs.)

Particulars	Gross Block				Depreciation				Net Block	
	As at 01-Apr-15	Exchange Difference *	Additions	As at 31-Mar-16	As at 01-Apr-15	Exchange Difference *	For the year	As at 31-Mar-16	As at 31-Mar-16	As at 31-Mar-15
Furniture & fixtures	61,125	5,787	15,90,994	16,57,906	14,438	1,396	1,02,025	1,17,859	15,40,047	46,687.00
Computer	54,375	5,250	66,184	1,25,809	29,625	2,838	41,207	73,670	52,139	24,750.00
Office equipments		-	1,81,459	1,81,459		-	13,449	13,449	1,68,010	-
<b>Total</b>	<b>1,15,500</b>	<b>11,037</b>	<b>18,38,637</b>	<b>19,65,174</b>	<b>44,063</b>	<b>4,234</b>	<b>1,56,681</b>	<b>2,04,978</b>	<b>17,60,196</b>	<b>71,437</b>
Previous year	1,35,172	(19,672)	-	1,15,500	8,324	(1,198)	36,937	44,063		

#### 10 - Fixed assets - Intangible assets

(Amount in Rs.)

Particulars	Gross Block				Amortization				Net Block	
	As at 01-Apr-15	Exchange Difference *	Additions	As at 31-Mar-16	As at 01-Apr-15	Exchange Difference *	For the year	As at 31-Mar-16	As at 31-Mar-16	As at 31-Mar-15
Mining rights	11,45,03,500	1,09,31,203	-	12,54,34,703	2,14,69,375	20,49,640	78,39,694	3,13,58,709	9,40,75,994	9,30,34,125
<b>Total</b>	<b>11,45,03,500</b>	<b>1,09,31,203</b>	<b>-</b>	<b>12,54,34,703</b>	<b>2,14,69,375</b>	<b>20,49,640</b>	<b>78,39,694</b>	<b>3,13,58,709</b>	<b>9,40,75,994</b>	<b>9,30,34,125</b>
Previous year	13,40,43,462	(1,95,39,962)	-	11,45,03,500	1,67,55,425	(24,42,488)	71,56,438	2,14,69,375		

<b>Grand Total</b>	<b>11,46,19,000</b>	<b>1,09,42,240</b>	<b>18,38,637</b>	<b>12,73,99,877</b>	<b>2,15,13,438</b>	<b>20,53,874</b>	<b>79,96,375</b>	<b>3,15,63,687</b>	<b>9,58,36,190</b>	<b>9,31,05,562</b>
Previous year	13,41,78,634	(1,95,59,634)	-	11,46,19,000	1,67,63,749	(24,43,686)	71,93,375	2,15,13,438		

(\*) On translation of opening block

## GFL GM FLUORSPAR SA

### Notes to the financial statements for the year ended 31st March, 2016

		(Amounts in Rs.)
	As at 31st March, 2016	As at 31st March, 2015
<b>11</b>	<b><u>Long-term loans and advances</u></b>	
	(Unsecured, considered good)	
	Capital advances	25,29,492      6,23,03,438
	Deposit	34,14,989      -
	Advance Income Tax	41,141      18,750
	Balances in VAT accounts	2,24,74,385      95,71,001
	<b>Total</b>	<b><u>2,84,60,007</u>      <u>7,18,93,189</u></b>
<b>12</b>	<b><u>Cash and bank balances</u></b>	
	Cash and cash equivalents -	
	Balances with banks - in current accounts	4,41,98,886      51,80,750
	Deposits with original maturity of less than 3 months	-      1,56,47,063
	<b>Total</b>	<b><u>4,41,98,886</u>      <u>2,08,27,813</u></b>
<b>13</b>	<b><u>Short-term loans and advances</u></b>	
	(Unsecured, considered good)	
	Deposit	3,56,558      2,75,375
	Prepaid expenses	15,370      14,063
	Advances to suppliers	29,283      18,688
	Advance recoverable in cash or in kind	6,99,998      1,79,625
	<b>Total</b>	<b><u>11,01,209</u>      <u>4,87,751</u></b>
<b>14</b>	<b><u>Other current assets</u></b>	
	Interest accrued on	
	- Bank deposits	-      28,000
	<b>Total</b>	<b><u>-</u>      <u>28,000</u></b>

## GFL GM FLUORSPAR SA

### Notes to the financial statements for the year ended 31st March, 2016

	(Amounts in Rs.)	
	2015-2016	2014-2015
<b>15</b>	<b><u>Other income</u></b>	
Interest others	24,802	-
Interest on deposit	27,747	1,21,852
Net gain on foreign currency transactions and translation	25,03,734	-
Provisions no longer required, written back	-	2,52,325
<b>Total</b>	<b><u>25,56,283</u></b>	<b><u>3,74,177</u></b>
<b>16</b>	<b><u>Employee benefits expense</u></b>	
Salaries and Wages	3,15,421	31,99,272
Contribution to funds	63,281	3,91,296
<b>Total</b>	<b><u>3,78,702</u></b>	<b><u>35,90,568</u></b>
<b>17</b>	<b><u>Finance Cost</u></b>	
Interest on Inter-corporate deposit	20,82,755	19,02,593
<b>Total</b>	<b><u>20,82,755</u></b>	<b><u>19,02,593</u></b>
<b>18</b>	<b><u>Other expenses</u></b>	
Professional fees	20,51,871	21,72,549
Insurance charges	15,378	1,93,388
Registration & other legal fees	5,563	24,395
Rent charges	9,85,200	7,81,920
Taxes & fees	76,892	8,682
Travelling expenses	-	8,46,055
Communication expenses	95,150	57,716
Miscellaneous expenses	5,45,663	6,96,079
Net loss on foreign currency transactions and translation	-	1,44,69,270
<b>Total</b>	<b><u>37,75,717</u></b>	<b><u>1,92,50,054</u></b>



# GFL GM FLUORSPAR SA

## Notes to the financial statements for the year ended 31st March, 2016

### 19. Capital Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advance) of Rs. 21,69,01,707 (previous year Rs. 27,97,68,750).

### 20. Capital work-in-progress include following expenses incurred during the year:

(Amounts in Rs.)

Sr.	Particulars	2015-2016	2014-2015
a)	Survey and Investigation Expenses	99,94,530	82,95,317
b)	Legal and Professional Fees	48,68,627	33,04,922
c)	Interest on ECB Loan	89,94,674	14,36,353
d)	Rates & Taxes	55,98,390	19,14,864
e)	Foreign currency translation and transactions	48,81,221	1,18,58,285
f)	Employee Benefits	49,08,944	-
g)	Insurance	1,72,810	-
h)	Travelling Expenses	23,24,207	-
i)	Miscellaneous Expenses	47,81,244	36,36,572
	Total	4,65,24,647	3,04,46,313

### 21. Segment Information

The Company operates in a single business segment viz. Exploitation of Fluorspar mines. Further, all the mining activities of the Company are in Morocco and hence there is a single geographical segment.

### 22. Related Party Disclosures:

#### A) Names of Related Parties where control exists:

- (i) Gujarat Fluorochemicals Singapore Pte. Limited (Holding Company)
- (ii) Gujarat Fluorochemicals Limited, India (Intermediate Holding Company)
- (iii) Inox Leasing and Finance Limited, India (Ultimate Holding Company)

#### B) Shareholder having significant influence and an enterprise of which the Company is an "associate" - Global Mines SARL, Morocco.

## GFL GM FLUORSPAR SA

### Notes to the financial statements for the year ended 31st March, 2016

#### 22. Related Party Disclosures continued:

- a) Transaction during the year with Gujarat Fluorochemicals Singapore Pte. Limited:

(Amounts in Rs.)

Sr.	Particulars	2015-2016	2014-2015
a)	Inter-corporate deposit received	-	21,87,500
b)	Interest paid on Inter-corporate deposit	20,82,755	19,02,593

- b) Transactions during the year with Gujarat Fluorochemicals Limited, India (GFL):

(Amounts in Rs.)

Sr.	Particulars	2015-2016	2014-2015
a)	Corporate guarantee given by GFL to Exim Bank for loan taken by the Company	37,87,61,930	10,62,50,000

- c) Amount outstanding as at the end of the year :

(Amounts in Rs.)

Sr.	Particulars	2015-2016	2014-2015
	Amount Payable		
1)	Gujarat Fluorochemicals Singapore Pte. Limited		
a)	Inter-corporate deposit outstanding	7,00,92,500	6,61,25,000
b)	Interest payable on ICD	78,11,269	57,77,774
2)	Gujarat Fluorochemicals Limited		
a)	Trade payable	13,52,229	10,49,756
b)	Corporate guarantee given by GFL to Exim Bank for loan taken by the Company	37,87,61,930	10,62,50,000

## GFL GM FLUORSPAR SA

### Notes to the financial statements for the year ended 31st March, 2016

23. Calculation of Earnings Per Share (EPS):

Particulars	2015-2016	2014-2015
Net Loss as per Statement of Profit & Loss (Rs.)	(1,16,77,266)	(3,15,62,413)
No. of Equity Shares outstanding during the year (Nos.)	1,88,150	1,88,150
Basic and Diluted loss per share (Rs.)	(62.06)	(167.75)

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As per our report of even date attached

**For Patankar & Associates**

Chartered Accountants

**For GFL GM Fluorspar SA**

**M.Y.Kulkarni**

Partner

**Deepak Asher**

Chairman and Managing Director

**V. K. Soni**

Director

Date : 14<sup>th</sup> May, 2016

Place: Pune

Date : 14<sup>th</sup> May, 2016

Place: Noida