

GFL GM FLUORSPAR SA

AUDITED ANNUAL ACCOUNTS

2014-2015

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, 2015, 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 31st March 2015 (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, 2015 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: 28th May, 2015

GFL GM FLUORSPAR SA**Balance Sheet as at 31st March 2015**

(Amount in Rs.)

	Note No	As at 31st March 2015	As at 31st March 2014
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	4	13,49,96,432	13,49,96,432
(b) Reserves and surplus	5	(10,54,46,083)	(6,62,12,551)
		2,95,50,349	6,87,83,881
(2) Non-current liabilities			
(a) Long-term borrowings	6	17,01,87,500	-
		17,01,87,500	-
(3) Current liabilities			
(a) Short-term borrowings	7	21,87,500	6,12,67,470
(b) Trade payables	8	31,76,753	36,55,259
(c) Other current liabilities	9	1,16,86,526	47,20,741
		1,70,50,779	6,96,43,470
TOTAL		21,67,88,628	13,84,27,351
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	10	71,437	1,26,848
(ii) Intangible assets	10	9,30,34,125	11,72,88,037
(iii) Capital work-in-progress		3,04,46,313	-
(b) Long-term loans and advances	11	7,18,93,189	80,39,454
		19,54,45,064	12,54,54,339
(2) Current assets			
(a) Cash and bank balances	12	2,08,27,813	1,07,87,267
(b) Short-term loans and advances	13	4,87,751	21,85,745
(c) Other current assets	14	28,000	-
		2,13,43,564	1,29,73,012
TOTAL		21,67,88,628	13,84,27,351

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: 28th May, 2015

Place : Noida

Dated: 28th May, 2015

GFL GM FLUORSPAR SA

Statement of Profit and Loss for the year ended 31st March 2015

(Amount in Rs.)

	Note No	2014-2015	2013-2014
I. Revenue from operations		-	-
II. Other income	15	3,74,177	35,20,030
III. Total Revenue (I + II)		3,74,177	35,20,030
IV. Expenses:			
Employee benefits expense	16	35,90,568	11,60,838
Finance Cost	17	19,02,593	18,30,746
Depreciation and amortization expense	10	71,93,375	83,86,037
Other expenses	18	1,92,50,054	1,74,47,027
Total expenses		3,19,36,590	2,88,24,648
V. Loss for the year (III-IV)		(3,15,62,413)	(2,53,04,618)
VI. Basic and diluted loss per share (in Rs.)	23	(167.75)	(137.61)

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: 28th May, 2015

Place : Noida
Dated: 28th May, 2015

GFL GM FLUORSPAR SA**Cash flow statement for the year ended 31st March 2015**

(Amount in Rs.)

	2014-2015	2013-2014
A Cash flow from operating activities		
Loss before tax	(3,15,62,413)	(2,53,04,618)
Adjustments for :		
Interest expense	19,02,593	18,30,746
Depreciation and amortization expenses	71,93,375	83,86,037
Interest on deposit	(1,21,852)	(1,08,678)
Provisions no longer required, written back	(2,52,325)	(50,865)
<i>Operating loss before working capital changes</i>	(2,28,40,622)	(1,52,47,378)
Adjustments for :		
Long-term loans and advances	(15,31,547)	(39,65,794)
Short-term loans and advances	16,97,994	(11,15,507)
Other current liabilities	48,50,174	(68,710)
Trade payables	(13,163)	(1,26,098)
Cash used in from operations	(1,78,37,164)	(2,05,23,487)
Income tax paid (net)	(18,750)	-
Net cash used in operating activities	(1,78,55,914)	(2,05,23,487)
B Cash flow from investing activities		
Acquisition of Fixed Assets (including changes in capital advances)	(9,27,49,751)	(1,35,172)
Interest on deposit received	93,852	1,08,678
Net cash used in investing activities	(9,26,55,899)	(26,494)
C Cash flow from financing activities		
Proceed towards issue of equity shares	-	2,20,92,067
Proceeds from long-term borrowings (Net)	10,62,50,000	-
Proceeds from short-term Inter corporate deposit (Net)	21,87,500	-
Net cash generated from financing activities	10,84,37,500	2,20,92,067
D Adjustment on account of foreign currency translation reserve	1,21,14,859	(40,85,879)
Net increase in cash and cash equivalents	1,00,40,546	(25,43,793)
Cash and cash equivalents as at the beginning of the year	1,07,87,267	1,33,31,060
Cash and cash equivalents as at the end of the year	2,08,27,813	1,07,87,267
Note: Components of cash and cash equivalents are as per note no.12		
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: 28th May, 2015

Place: Noida

Dated: 28th May, 2015

GFL GM FLUORSPAR SA

Notes to financial statements for the year ended 31st March 2015

1. CORPORATE INFORMATION

GFL GM Fluorspar ('Company') is incorporated in Morocco and is a subsidiary of Gujarat Fluorochemicals Singapore Pte. Limited, Singapore which in turn is 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 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 reclassified, wherever necessary, to confirm to current year presentation.

3. SIGNIFICANT ACCOUNTING POLICIES:

a) 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.

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Notes to financial statements for the year ended 31st March 2015

b) 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.

c) 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.

d) 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.

e) FOREIGN CURRENCY TRANSACTIONS:

- i) 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.
- ii) The Central Government has vide its Notification no. G.S.R. 914(E) dated 29th 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 1st April 2011.

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Notes to financial statements for the year ended 31st March 2015

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.

f) 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.

g) PRELIMINARY EXPENSES:

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

h) 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.

i) 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.

j) 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.

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Notes to financial statements for the year ended 31st March 2015

4 Share capital

	(Amount in Rs.)	
	As at 31st March 2015	As at 31st March 2014
Autorised 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
Total	13,49,96,432	13,49,96,432

	(Amount in Rs.)			
a) Reconciliation of the equity capital at the beginning and at the end of the reporting period	As at 31st March 2015 Nos	As at 31st March 2014 Nos	As at 31st March 2015	As at 31st March 2014
Equity Capital				
Beginning of the year	1,88,150	84,530	13,49,96,432	5,54,15,809
Additions during the year	-	1,03,620	-	7,95,80,623
Outstanding at the end of the year	<u>1,88,150</u>	<u>1,88,150</u>	<u>13,49,96,432</u>	<u>13,49,96,432</u>

b) **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.

	(Amount in Rs.)			
c) Equity capital held by holding/ultimate holding company and /or their subsidiaries	As at 31st March 2015 Nos	As at 31st March 2014 Nos	As at 31st March 2015	As at 31st March 2014
Gujarat Fluorochemicals Singapore Pte. Limited - holding company	1,39,231	1,39,231	9,91,53,884	9,91,53,884

d) Details of shareholders holding more than 5% equity capital in the company	As at 31st March 2015 Nos	As at 31st March 2015 % of the holding	As at 31st March 2014 Nos	As at 31st March 2014 % of the 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%

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Notes to financial statements for the year ended 31st March 2015

		(Amount in Rs.)	
		As at 31st March 2015	As at 31st March 2014
5	<u>Reserves and surplus</u>		
	Foreign Currency Translation Reserve		
	As per last Balance Sheet	(31,97,746)	(24,43,833)
	Movement during the year	(76,71,119)	(7,53,913)
	Balance as at the end of the year	<u>(1,08,68,865)</u>	<u>(31,97,746)</u>
	(Deficit) in the Statement of Profit & Loss		
	As per last Balance Sheet	(6,30,14,805)	(3,77,10,187)
	Add: Loss for the year	(3,15,62,413)	(2,53,04,618)
	Balance as at the end of the year	<u>(9,45,77,218)</u>	<u>(6,30,14,805)</u>
	Total	<u>(10,54,46,083)</u>	<u>(6,62,12,551)</u>
6	<u>Long-term borrowings</u>		
	Secured:		
	From Bank		
	- External Commercial Borrowing from EXIM Bank	10,62,50,000	-
	Unsecured:		
	Loans and Advances from related party		
	- Inter-corporate deposit from the holding company	6,39,37,500	-
	Total	<u>17,01,87,500</u>	<u>-</u>

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, 2016 and carries interest @ 3% p.a.

GFL GM FLUORSPAR SA

Notes to financial statements for the year ended 31st March 2015

	(Amount in Rs.)	
	As at 31st March 2015	As at 31st March 2014
7		
<u>Short-term borrowings</u>		
Secured:		
Loans and Advances from related party		
- Inter-corporate deposit from the holding company	-	3,42,57,080
Unsecured:		
Loans and Advances from related party		
- Inter-corporate deposit from the holding company	21,87,500	2,70,10,390
Total	21,87,500	6,12,67,470

Nature of security and terms of repayment for secured borrowings:

Inter-corporate deposit from the holding company, Gujarat Fluorochemicals Singapore Pte. Limited, of USD nil (USD 572,000) was secured by first mortgage and charge in favour of the Lender of all immovable properties, present and future including Acid grade Fluorspar Ore, Acid grade Fluorspar reserve, at JT Mines and first charge by way of hypothecation in favour of the Lender of all movable properties including plant and machinery, spares, tools and accessories, furniture, fixture, vehicles, and all other movable assets, current assets, including book debts, (excluding the assets charge to the working capital financing banks) intangible, goodwill, uncalled capital, present and future. The loan carried interest @ 3%.

Terms of unsecured borrowings:

The unsecured inter-corporate deposit is repayable on demand and carries interest @ 3% p.a.

8		
<u>Trade payables</u>		
Trade payables	31,76,753	36,55,259
Total	31,76,753	36,55,259
9		
<u>Other current liabilities</u>		
Interest accrued and not due on External Commercial Borrowing	3,83,375	-
Interest accrued and due on Inter-corporate deposit	57,77,774	40,45,538
Creditors for capital expenditure	38,92,313	-
Statutory duties and taxes payable	16,26,376	5,19,010
Other payables	6,688	1,56,193
Total	1,16,86,526	47,20,741

GFL GM FLUORSPAR SA

Notes to financial statements for the year ended 31st March 2015

10 - Fixed assets - Tangible assets

(Amount in Rs.)

Particulars	Gross Block				Depreciation				Net Block	
	As at 01-Apr-14	Exchange Difference *	Additions	As at 31-Mar-15	As at 01-Apr-14	Exchange Difference *	For the year	As at 31-Mar-15	As at 31-Mar-15	As at 31-Mar-14
Furniture & fixtures	71,509	(10,384)	-	61,125	2,575	(387)	12,250	14,438	46,687	68,934.00
Office equipments	63,663	(9,288)	-	54,375	5,749	(811)	24,687	29,625	24,750	57,914.00
Total	1,35,172	(19,672)	-	1,15,500	8,324	(1,198)	36,937	44,063	71,437	1,26,848
Previous year	-	-	1,35,172	1,35,172	-	-	8,324	8,324		

10 - Fixed assets - Intangible assets

Amount In Rs.

Particulars	Gross Block				Amortization				Net Block	
	As at 01-Apr-14	Exchange Difference *	Additions	As at 31-Mar-15	As at 01-Apr-14	Exchange Difference *	For the year	As at 31-Mar-15	As at 31-Mar-15	As at 31-Mar-14
Mining rights	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	9,30,34,125	11,72,88,037
Total	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	9,30,34,125	11,72,88,037
Previous year	11,44,60,616	1,95,82,846	-	13,40,43,462	71,53,778	12,23,934	83,77,713	1,67,55,425		

Grand Total	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	9,31,05,562	11,74,14,885
Previous year	11,44,60,616	1,95,82,846	1,35,172	13,41,78,634	71,53,778	12,23,934	83,86,037	1,67,63,749		

(*) On translation of opening block

GFL GM FLUORSPAR SA

Notes to financial statements for the year ended 31st March 2015

		(Amount in Rs.)	
		As at 31st March 2015	As at 31st March 2014
11	<u>Long-term loans and advances</u> (Unsecured, considered good)		
	Advances for capital expenditure	6,23,03,438	-
	Advance Income Tax	18,750	-
	Balances in VAT accounts	95,71,001	80,39,454
	Total	<u>7,18,93,189</u>	<u>80,39,454</u>
12	<u>Cash and bank balances</u>		
	Cash and cash equivalents -		
	Balances with banks - in current accounts	51,80,750	1,07,87,267
	Deposits with original maturity of less than 3 months	1,56,47,063	-
	Total	<u>2,08,27,813</u>	<u>1,07,87,267</u>
13	<u>Short-term loans and advances</u> (Unsecured, considered good)		
	Deposit	2,75,375	13,63,695
	Prepaid expenses	14,063	1,68,351
	Advances to suppliers	18,688	4,96,188
	Advance recoverable in cash or in kind	1,79,625	1,57,511
	Total	<u>4,87,751</u>	<u>21,85,745</u>
14	<u>Other current assets</u>		
	Interest accrued on		
	- Bank deposits	28,000	-
	Total	<u>28,000</u>	<u>-</u>

GFL GM FLUORSPAR SA

Notes to financial statements for the year ended 31st March 2015

		(Amount in Rs.)	
		2014-2015	2013-2014
15	<u>Other income</u>		
	Interest on deposit	1,21,852	1,08,678
	Net gain on foreign currency transactions and translation	-	33,60,487
	Provisions no longer required, written back	2,52,325	50,865
	Total	<u>3,74,177</u>	<u>35,20,030</u>
16	<u>Employee benefits expense</u>		
	Salaries and Wages	31,99,272	10,29,024
	Contribution to funds	3,91,296	1,31,814
	Total	<u>35,90,568</u>	<u>11,60,838</u>
17	<u>Finance Cost</u>		
	Interest on Inter-corporate deposit	19,02,593	18,30,746
	Total	<u>19,02,593</u>	<u>18,30,746</u>
18	<u>Other expenses</u>		
	Professional fees	21,72,549	34,32,496
	Survey and investigation expenses	-	1,08,12,303
	Insurance charges	1,93,388	1,25,895
	Registration & other legal fees	24,395	58,054
	Rent charges	7,81,920	9,54,961
	Taxes & fees	8,682	-
	Travelling expenses	8,46,055	11,14,746
	Communication expenses	57,716	9,847
	Miscellaneous expenses	6,96,079	9,38,725
	Net loss on foreign currency transactions and translation	1,44,69,270	-
	Total	<u>1,92,50,054</u>	<u>1,74,47,027</u>

GFL GM FLUORSPAR SA

Notes to financial statements for the year ended 31st March 2015

19. Capital Commitments

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

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

(Amount in Rs.)

Sr.	Particulars	2014-2015	2013-2014
a)	Survey and Investigation Expenses	82,95,313	-
b)	Leagal and Professional Fees	33,04,938	-
c)	Interest on ECB Loan	14,36,375	-
d)	Bank Charges	36,36,562	-
e)	Rates & Taxes	19,14,875	-
f)	Foreign currency translation and transactions	1,18,58,250	-
	Total	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.

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

(Amount in Rs.)

Sr.	Particulars	2014-2015	2013-2014
a)	Inter-corporate deposit received	21,87,500	-
b)	Interest paid on Inter-corporate deposit	19,02,593	18,30,746
c)	Issue of equity shares (on conversion of Inter-corporate deposit)	-	5,31,82,320

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Notes to financial statements for the year ended 31st March 2015

22. Related Party Disclosures continued:

b) Transaction during the year with Global Mines:

(Amount in Rs.)

Sr.	Particulars	2014-2015	2013-2014
a)	Issue of equity shares	-	2,63,98,303

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

(Amount in Rs.)

Sr.	Particulars	2014-2015	2013-2014
a)	Corporate guarantee given by GFL to Exim Bank for loan taken by the Company	17,01,87,500	-

d) Amount outstanding as at the end of the year :

(Amount in Rs.)

Sr.	Particulars	2014-2015	2013-2014
	Amount Payable		
1)	Gujarat Fluorochemicals Singapore Pte. Limited		
a)	Inter-corporate deposit outstanding	6,61,25,000	6,12,67,470
b)	Interest payable on ICD	57,77,774	40,45,538
2)	Gujarat Fluorochemicals Limited		
a)	Trade payable	10,49,756	10,49,756
b)	Corporate guarantee given by GFL to Exim Bank for loan taken by the Company	17,01,87,500	-

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Notes to financial statements for the year ended 31st March 2015

23. Calculation of Earnings Per Share (EPS)

Particulars	2014-15	2013-14
Net Loss as per Statement of Profit & Loss (Rs.)	(3,15,62,413)	(2,53,04,618)
No. of Equity Shares at beginning of the year (Nos.)	1,88,150	84,530
No. of Equity Shares issued during the year (Nos.)	-	1,03,620
No. of Equity Shares outstanding at the end of the year (Nos.)	1,88,150	1,88,150
Weighted average no. of Equity Shares (Nos.)	1,88,150	1,83,892
Basic and Diluted loss per share (Rs.)	(167.75)	(137.61)

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 : 28th May, 2015
Place: Pune

Date : 28th May, 2015
Place: Noida