

FINANCIAL STATEMENT

2014-15

PT HERAMBA COAL RESOURCES

PT Heramba Coal Resources
Balance Sheet as at March 31, 2015

Particulars	Note	As at March 31, 2015 Rupees	As at March 31, 2014 Rupees
Equity and Liabilities			
Shareholders' funds			
Share Capital	3.1	589,951,738	589,951,738
Reserves and Surplus	3.2	276,484	526,000
Share Application money pending allotment		401,798,047	354,588,529
Current liabilities			
Other Current liabilities	3.3	397,705	297,494
Total		992,423,974	945,363,761
Assets			
Non-current assets			
Fixed assets			
Tangible Assets	3.4	892	10,216
Non-current investments	3.5	588,883,023	588,883,023
Long-term Loans & Advances	3.6	400,971,638	353,949,811
Current assets			
Cash and Bank balances	3.7	237,228	264,290
Short term loans and advances	3.8	2,324,058	2,256,421
Other current assets	3.9	7,135	-
Total		992,423,974	945,363,761

Significant Accounting Policies

2

The notes are an integral part of these financial statements.

As per our Report of even date

For M.S.Sethi & Associates
Chartered Accountants
Registration No. 109407W

For PT Heramba Coal Resources

Manoj Sethi
Proprietor
Membership No. 39784

Ashutosh Agrawala
Authorised Signatory

Place : Mumbai
Date : May 25, 2015

Ashwin Purohit

Place : Mumbai
Date : May 25, 2015

PT Heramba Coal Resources
Statement of Profit and Loss for the year ended March 31, 2015

Particulars	Note	Year Ended March 31, 2015 Rupees	Year Ended March 31, 2014 Rupees
Revenue:			
Other Income	3.10	3,208,379	378,496
Total Revenue		<u>3,208,379</u>	<u>378,496</u>
Expenses:			
Finance Cost	3.11	-	136,144
Depreciation	3.12	9,324	9,324
Other Expenses	3.13	3,448,571	457,134
Total Expenses		<u>3,457,895</u>	<u>602,602</u>
Profit/(Loss) before tax		<u>(249,516)</u>	<u>(224,106)</u>
Tax expense:			
Current Tax		-	-
Profit/(Loss) for the Year		<u>(249,516)</u>	<u>(224,106)</u>

Significant Accounting Policies 2

The notes are an integral part of these financial statements

As per our Report of even date

For M.S.Sethi & Associates
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For PT Heramba Coal Resources

Manoj Sethi
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1. Background

PT Heramba Coal Resources incorporated in Indonesia, was established on 2nd August 2010 through Notarial Deed No.2 of Public Notary Mala Mukti, SH, LL.M. The Company is under development stage. The purpose and objective of the Company is to engage in business management and consulting services.

2. Significant Accounting policies

a) Basis of Preparation of Financial Statements

These financial statements are prepared on an accrual basis of accounting and in accordance with the generally accepted accounting principles in India, provisions of the Companies Act, 2013 (the Act) and comply in material aspects with the accounting standards notified under Section 133 of the Act, read with Companies (Accounts) Rules, 2014.

b) Use of Estimates

The preparation and presentation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

c) Tangible Assets and Capital Work-in-progress

Tangible assets are stated at cost of acquisition or construction, including any cost attributable to bringing the assets to their working condition for their intended use. The construction cost includes all project related expenditure, viz, civil works, machinery under erection, construction and erection materials, pre-operative expenditure incidental/attribution to construction of project and borrowing cost incurred prior to the date of commercial operation. These expenses are net of recoveries and income (net of tax) from surplus funds arising out of project specific borrowings.

d) Investments

Long-term investments are stated at cost less provision for diminution other than temporary, if any, in the value of such investments. Current investments are valued at lower of cost and fair value.

e) Provisions & Contingent Liabilities

Provisions: Provisions are recognised when there is present obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation.

f) Revenue Recognition

Revenue is recognised when it is reasonably certain that the ultimate collection will be made. Interest on Fixed Deposit and other deposits is recognised on time proportionate basis.

g) Accounting for Taxes on Income

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

Deferred tax resulting from "timing differences" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognised and carried forward only to the extent that there is a reasonable certainty that the assets will be realised in future. However in respect of unabsorbed depreciation or carry forward loss, the deferred tax asset is recognised and carried forward only to the extent that there is a virtual certainty that the assets will be realised in future.

h) Cash and Cash Equivalents

In the cash flow statements, cash and cash equivalents includes cash in hand, demand deposits with banks, other short-term highly liquid investments, with original maturities of three months or less.

i) Foreign Currency Transactions :

Foreign currency transactions are accounted at the exchange rates prevailing on the date of the transactions. Exchange differences arising on reporting of short term foreign currency monetary items at rates different from those at which they were initially recorded are recorded in the Profit and Loss Statement of account.

Non-monetary items denominated in foreign currency are stated at the rate prevailing on the date of transaction.

PT Heramba Coal Resources

Notes to the financial statements for the year ended March 31, 2015 (continued)

	As at March 31, 2015 Rupees	As at March 31, 2014 Rupees
3.1 Share Capital		
Authorised Share Capital		
46,813,040 (Previous Year : 46,813,040) shares of USD 1 each		
Issued Capital		
11,703,260 (Previous Year : 11,703,260) shares of USD 1 each	589,951,738	589,951,738
	<u>589,951,738</u>	<u>589,951,738</u>
Subscribed and Paid up Capital		
11,703,260 (Previous Year : 11,703,260) shares of USD 1 each fully paid up	589,951,738	589,951,738
	<u>589,951,738</u>	<u>589,951,738</u>

PT Heramba Coal Resources

Notes to the financial statements for the year ended March 31, 2015 (continued)

	As at March 31, 2015 Rupees	As at March 31, 2014 Rupees
3.2 Reserves and Surplus		
Surplus/(Deficit) in the Statement of Profit and Loss		
Balance as per last Balance Sheet	526,000	750,106
Profit / (loss) for the year	(249,516)	(224,106)
Net surplus/(deficit) in the Statement of Profit and Loss	<u>276,484</u>	<u>526,000</u>
Total Reserve and Surplus	<u><u>276,484</u></u>	<u><u>526,000</u></u>
3.3 Other Current Liabilities		
Other Liabilities	206,550	296,593
Loans and advances from Related Party	191,155	-
Statutory Dues	-	901
	<u><u>397,705</u></u>	<u><u>297,494</u></u>

PT Heramba Coal Resources
Notes to the financial statements for the year ended March 31, 2015 (continued)

3.4 Tangible Assets and Depreciation

Particulars	Gross Block (At Cost)			Depreciation/Amortisation			Net Block		Rupees	
	As at April 1, 2014	Additions during the year	Deductions during the year	As at March 31, 2015	Up to April 1, 2014	For the year	Deductions during the year	Up to March 31, 2015		As at March 31, 2015
Furniture & Fixtures	37,296	-	-	37,296	27,080	9,324	-	36,404	892	10,216
Total Tangible assets	37,296	-	-	37,296	27,080	9,324	-	36,404	892	10,216
Previous year	37,296	-	-	37,296	17,756	9,324	-	27,080	10,216	

PT Heramba Coal Resources
Notes to the financial statements for the year ended March 31, 2015 (continued)

	As at March 31, 2015 Rupees	As at March 31, 2014 Rupees
3.5 Non-Current Investments (Non-trade)		
Equity Instruments (unquoted, fully paid-up, at cost) In Subsidiaries		
In Equity Shares of PT Sriwijaya Bintang Tiga Energi 105,609 shares (Previous Year : 105,609) of IDR 1,000,000 each	588,883,023	588,883,023
	<u>588,883,023</u>	<u>588,883,023</u>
3.6 Long term Loans and advances (Unsecured and considered good, unless stated otherwise)		
Loans and Advances to Related Parties	400,971,638	353,949,811
	<u>400,971,638</u>	<u>353,949,811</u>
3.7 Cash and Bank Balances		
Cash and Cash Equivalents Bank Balance in current account	237,228	264,290
	<u>237,228</u>	<u>264,290</u>
3.8 Short term loans and advances (Unsecured and considered good unless stated otherwise)		
Loans and Advances to Related Parties	2,324,058	2,256,421
	<u>2,324,058</u>	<u>2,256,421</u>
3.9 Other Current Assets (Unsecured considered good)		
Security deposits	7,135	-
	<u>7,135</u>	<u>-</u>

PT Heramba Coal Resources

Notes to the financial statements for the year ended March 31, 2015 (continued)

	Year Ended March 31, 2015 Rupees	Year Ended March 31, 2014 Rupees
3.10 Other income		
Gain on foreign exchange fluctuations	3,208,379	378,496
	<u>3,208,379</u>	<u>378,496</u>
3.11 Finance Cost		
Bank and Other Finance Charges	-	136,144
	<u>-</u>	<u>136,144</u>
3.12 Depreciation		
Depreciation of tangible assets	9,324	9,324
	<u>9,324</u>	<u>9,324</u>
3.13 Other expenses		
Legal and Professional Charges	-	438,625
Statutory Audit Fees	269,047	-
Rates & Taxes	-	12,342
Rent	24,727	-
Share in loss of investments	3,115,710	-
Miscellaneous Expenses	39,087	6,167
	<u>3,448,571</u>	<u>457,134</u>