



# Binayak Dey & Co.

Chartered Accountants

## Independent Auditor's Report

To  
The Members of  
Simplex Bangladesh Private Limited  
Report on the Ind AS Financial Statements

We have audited the accompanying financial statements of **Simplex Bangladesh Private Limited**, being a Company registered in Bangladesh, which comprise the Balance Sheet as at March 31, 2017 and the Statement of Profit & Loss (including Other Comprehensive Income) and Statement of Changes in Equity for the year then ended, and a summary significant accounting policies and other explanatory information. We have audited the accounts for the purpose of consolidation only.

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

The management of the Company is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder. 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 Ind AS 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 Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

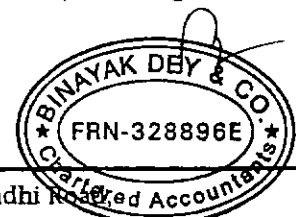
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company, as well as evaluating the overall presentation of the Ind AS 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 Ind AS financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 including the Ind AS,



Office : 1 Gokuldhara, Flat-2A, Building-III, 32/1B, Ramkrishna Samadhi Road, Kankurgachi, Kolkata-700054

E-mail : deybinayak@gmail.com, www.cabinayakdey.com, Phone : 09831114813, 033-65010276



# Binayak Dey & Co.

Chartered Accountants  
of the financial position as at 31<sup>st</sup> March, 2017, and its financial performance including other comprehensive income and the changes in equity for the year ended on that date.

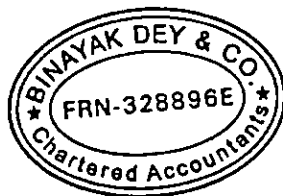
## Report on Other Legal and Regulatory Requirements

We further 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 have been kept by the Company so far as it appears from our examination of those books;
- c) the balance sheet, the statement of profit and loss and the statement of changes in equity dealt with by this Report are in agreement with the books of account;
- d) in our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) with respect to the other matter to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rule, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i) the Company does not have any pending litigations which would impact its financial position.
  - ii) the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

For **BINAYAK DEY & CO.**  
Chartered Accountants  
Firm Registration. No.328896E

  
**BINAYAK DEY**  
Proprietor  
Mem.No.062177  
Place: Kolkata  
Dated: 24<sup>th</sup> May 2017



SIMPLEX BANGLADESH PRIVATE LIMITED  
BALANCE SHEET AS AT 31ST MARCH, 2017


AMOUNT IN BDT

Particulars	Notes	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	2	71,006,504	75,353,947	-
Capital work-in-progress		-	-	-
Intangible assets (other than Goodwill)		-	-	-
<b>Financial assets</b>				
i. Investments		-	-	-
ii. Loans		-	-	-
iii. Other financial assets		-	-	-
Deferred tax assets		-	-	-
Other non-current assets		-	-	-
<b>Total non-current assets</b>		<b>71,006,504</b>	<b>75,353,947</b>	-
<b>Current assets</b>				
Inventories	3	92,081	-	-
<b>Financial assets</b>				
i. Investments		-	-	-
ii. Trade receivables	4	10,830,335	42,852,074	-
iii. Cash and cash equivalents	5	192,538,335	3,735,777	-
iv. Bank balances other than (iii) above		-	-	-
v. Loans		-	-	-
vi. Other financial assets		-	-	-
Current tax assets (net)		-	-	-
Other current assets		-	-	-
<b>Total current assets</b>		<b>203,461,251</b>	<b>46,587,851</b>	-
<b>Total assets</b>		<b>274,467,855</b>	<b>121,941,798</b>	-
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital	6(a)	4,000,000	3,800,000	-
<b>Other equity</b>				
Reserves and Surplus	6(b)	120,287,776	22,504,981	-
Other reserves		-	-	-
<b>Total equity</b>		<b>124,287,776</b>	<b>26,304,981</b>	-
<b>LIABILITIES</b>				
<b>Non-current Liabilities</b>				
<b>Financial Liabilities</b>				
i. Borrowings		-	-	-
ii. Other financial liabilities		-	-	-
<b>Provisions</b>				
Employee benefit obligations		-	-	-
Deferred Tax Liabilities (Net)		-	-	-
Other non-current liabilities		-	-	-
<b>Total non-current liabilities</b>		-	-	-
<b>Current Liabilities</b>				
<b>Financial liabilities</b>				
i. Borrowings		-	-	-
ii. Trade Payables	7(a)	452,687	13,000	-
iii. Other financial liabilities	7(b)	98,962,371	80,532,854	-
Provisions	8	97,000	412,000	-
Current tax liabilities	9	50,141,863	12,118,067	-
Other current liabilities	10	526,158	2,560,896	-
<b>Total current liabilities</b>		<b>150,180,079</b>	<b>95,636,817</b>	-
<b>Total liabilities</b>		-	-	-
<b>Total equity and liabilities</b>		<b>274,467,855</b>	<b>121,941,798</b>	-

This is the Balance Sheet referred to in our report of even date.

The above Balance Sheet should be read in conjunction with the accompanying notes.

For Binayak Dey & Co.  
Firm Registration Number : 328896E  
Chartered Accountants

  
(Binayak Dey)  
Proprietor  
Membership Number: 062177  
Kolkata-24th May, 2017



  
K.L. Baird  
Executive Director

SIMPLEX BANGLADESH PRIVATE LIMITED  
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

AMOUNT IN BDT

Particulars	Notes	Year ended 31st March, 2017	Year ended 31st March, 2016
<b>Continuing operations</b>			
Revenue from Operations	11	179,956,869	41,182,194
Other Income	12	-	56,353
<b>Total Revenue /Income</b>		<b>179,956,869</b>	<b>41,238,547</b>
<b>Expenses</b>			
Construction Materials Consumed	13	1,476,522	-
Purchases of Stock-in-Trade		-	-
Changes in Inventories of Work-in-progress and Stock-in-Trade		-	-
Employee benefits expense	14	10,553,442	1,405,029
Finance Costs		-	-
Depreciation and amortisation expense	15	8,211,648	1,932,153
Other expenses	16	9,280,188	3,278,317
<b>Total Expenses</b>		<b>29,521,800</b>	<b>6,615,499</b>
<b>Profit before Exceptional Items and Tax</b>		<b>150,435,069</b>	<b>34,623,048</b>
Exceptional Items		-	-
<b>Profit before Tax</b>		<b>150,435,069</b>	<b>34,623,048</b>
Income tax expense			
-Current Tax		52,652,274	12,118,067
-Deferred Tax		-	-
<b>Total Tax Expense</b>		<b>52,652,274</b>	<b>12,118,067</b>
<b>Profit for the year</b>		<b>97,782,795</b>	<b>22,504,981</b>
<b>Other comprehensive income</b>		<b>-</b>	<b>-</b>
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>97,782,795</b>	<b>22,504,981</b>

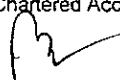
Earnings per equity share [Nominal value per share BDT 10/- (31st March, 2016: 10/-)]

Basic earnings per share	244.46	59.22
Diluted earnings per share	244.46	59.22

This is the Statement of Profit and Loss referred to in our report of even date.

The above Statement of Profit and Loss should be read in conjunction with the accompanying notes.

For Binayak Dey & Co.  
Firm Registration Number: 328896E  
Chartered Accountants

  
(Binayak Dey)  
Proprietor

Membership Number: 062177  
Kolkata-24th May, 2017



  
K.U. Baid  
Executive Director

SIMPLEX BANGLADESH PRIVATE LIMITED  
Cash flow Statement for the year ended March 31, 2017

Amount In BDT

Year ended 31st March, 2017

Year ended 31st March, 2016

A. CASH FLOW FROM OPERATING ACTIVITIES:

Profit before Tax		150,436,069		34,623,048
Adjustments for:				
Depreciation and Amortisation expense	8,211,648		1,932,153	
Exchange (Gain) / Loss (Net)	-		(56,353)	
		8,211,648		1,875,800
<b>Operating Profit before Working Capital Changes</b>		<b>158,646,717</b>		<b>36,498,848</b>
Adjustments for:				
Trade and Other Payables	12,655,161		6,232,650	
Trade and Other Receivables	32,021,239		(42,852,074)	
Inventories	(92,081)	44,684,310	-	(30,019,424)
<b>Cash generated from operations</b>		<b>203,231,036</b>		<b>(120,576)</b>
Taxes paid (net of refunds)		(14,628,478)		-
<b>Net Cash Inflow from Operating Activities</b>		<b>188,602,558</b>		<b>(120,576)</b>

B. CASH FLOW FROM INVESTING ACTIVITIES:

Purchase of Property Plant & Equipment				
<b>Net Cash outflow from Investing Activities</b>				

C. CASH FLOW FROM FINANCING ACTIVITIES:

Issue of Equity Share Capital	200,000		3,856,353	
<b>Net Cash Inflow/(outflow) from Financing Activities</b>		<b>200,000</b>		<b>3,856,353</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>		<b>188,802,558</b>		<b>3,735,777</b>
<b>Cash and Cash Equivalents at the beginning of the Year</b>	3,735,777			
<b>Cash and Cash Equivalents at the beginning of the Year</b>	192,538,335	<b>188,802,558</b>	3,735,777	<b>3,735,777</b>

Notes:

- 1 Cash and cash equivalents comprise:  
Cash on hand  
Balances with banks on current accounts

	31.03.2017		31.03.2016		01.04.2015
Cash on hand	341		-		-
Balances with banks on current accounts	192,537,994		3,735,777		-
	<b>192,538,335</b>		<b>3,735,777</b>		<b>-</b>



**SIMPLEX BANGLADESH PRIVATE LIMITED**  
**Notes to the Financial Statements**

**Note 1: Significant accounting policies**

**BASIS OF PREPERATION OF FINANCIAL STATEMENTS.**

**(i) Compliance with Ind AS**

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act. The financial statements up to year ended 31 March 2016 were prepared in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) and other relevant provisions of the Act. These financial statements are the first financial statements of the entity under Ind AS. Refer note 30 for an explanation of how the transition from previous GAAP to Ind AS has affected the entity's financial position, financial performance and cash flows.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of project and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current - non current classification of assets and liabilities.

**(ii) Historical cost convention**

The financial statements have been prepared on a historical cost basis, except for the following:

-Certain financial assets and liabilities that is measured at fair value;

**SEGMENT REPORTING**

There is no reportable segment available since the enterprise is engaged in construction business only and is geographically located in a single place.

**TRANSACTIONS IN FOREIGN CURRENCIES**

i) Functional and presentation currency - Item reported in the Financial statements are measured using the currency of the primary economic environment in which the entity operates (the functional currency). The financial statements of the company are presented in Bangladesh Taka (BDT) which is being functional and presentation currency of the company.

ii) Transactions and balances - Foreign currency transactions are re-stated into the functional currency at the reporting date using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in Foreign currencies at year end exchange rates are generally recognised as profit or loss in the profit & loss statement.

They are deferred in equity if they are attributable to part of the net investment in a foreign operation. A monetary item for which settlement is neither planned nor likely to occur in the foreseeable future is considered as a part of the entity's net investment in that foreign operations.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss under finance cost. All other foreign exchange gains and losses (including notional) are presented in the statements of profit & loss on a net basis within other gains/ (losses).

Non monetary items that are measured at fair value in a foreign currency are translated using the exchange rate at the date when the fair value was determined. Translation differences of assets and liabilities carried at fair value are reported as part of the fair value gain or loss.

**REVENUE RECOGNITION**

Contract Revenue is recognised under 'percentage-of-completion method'. When the outcome of a construction contract can be estimated reliably contract revenue and contract costs associated with the construction contracts are recognised as revenue and expenses respectively by reference to the stage of completion of the contract activity.

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised only to the extent of contract costs incurred that are likely to be recoverable.

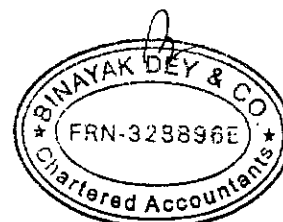
Variations in contract work, claims and incentive payments are included in contract revenue to the extent that may have been agreed with the customer and are capable of being reliably measured.

The stage of completion is measured by reference to the contract costs incurred up to the end of the reporting period as a percentage of total estimated costs for each contract. Costs incurred in the year in connection with future activity on a contract are excluded from contract costs in determining the stage of completion.

**(e) Other income**

**Interest:** Interest income is generally recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

**Dividends -** Dividend are recognised in profit or loss only when the right to receive payment is established with a probability with the economic benefits associated with the dividend will flow to the entity, and the amount of the dividend can be measured reliably.



#### **Borrowing Cost**

Borrowing cost includes interest, amortisation of ancillary costs in connection with arrangement of borrowings and exchange differences arising from Foreign currency borrowings to the extent adjsutable to interest cost. Effective interest rate amortisation is also included in the borrowing costs where applicable.

Borrowing cost attributable to the acquisition of qualifying assets ( i.e. the assets with necessarily take subsequent period of time to get ready for their intended use) are added to the cost upto the date when such assets are ready for their intended use.

#### **FIXED ASSETS**

##### **Tangible Assets**

Property, Plant & Equipment are stated at cost, net off accumulated depreciation / amortisation and accumulation impairment losses if any. Costs directly attributable to acquisition are capitalised until the property, plant and equipment are ready for use. Subsequent expenditure related to an item of Fixed assets both tangible/ intangible are added to its book value only if they increase the future benefits from the existing assets beyond its previous assessed standard of performance.

##### **DEPRECIATION & AMORTISATION**

Fixed assets are stated at cost less accumulated depreciation and impairment. Depreciation is calculated on straight line basis to write

##### **Particulars**

Plant and equipment

10%

#### **PROVISION AND CONTINGENT LIABILITIES**

The Company recognises a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. 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 or there is a present obligation, reliable estimate of the amount of which cannot be made. Where there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure for contingent liability is made.

#### **CLAIMS AND COUNTER CLAIMS**

Claims and Counter claims (related to customers), including those under arbitration are accounted for on their final disposal. Other contract related claims are recognised when there is reasonable certainty has to their recoverability.

#### **EARNING PER SHARE**

Basic earnings per share is calculated by dividing net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit or loss for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, if any, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

#### **TAXATION**

Current Income tax for current and prior periods is provided at the amount expected to be paid to or recovered from the Tax Authority using applicable tax rates and tax laws on the Balance sheet date.

#### **INVENTORY**

Raw material and stores, work in progress and traded goods are stated at the lower of cost and net realisable value. Cost of inventories comprise all cost of purchase and other cost incurred in bringing them to their present location and condition. The cost, in general, is determined under FIRST IN FIRST OUT METHOD.

Contract cost incurred related to future activity of the contract are recognised as an asset provided it is probable that they will be recovered during the contract period. Such costs represent the amount due from customer and are often classified as contract work in-progress.

#### **FINANCIAL INSTRUMENTS**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

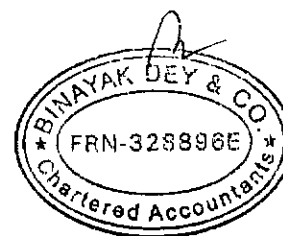
##### **Initial recognition and measurement**

The Company recognizes a financial Instrument in its Balance Sheet when it becomes party to the contractual provisions of the instrument. All financial assets and liabilities are recognized initially at fair value, except that do not contain a significant financing component are measured at transaction price.

##### **Subsequent measurement**

For subsequent measurement, the Company classifies a financial asset and liabilities in accordance with the below criteria:

- i. The Company's business model for managing the financial asset and
- ii. The contractual cash flow characteristics of the financial asset and Liabilities.



**Derecognition of financial asset:**

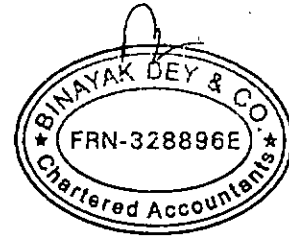
The Company derecognises a financial asset when the contractual rights to cash flows from the financial asset expires or the Company transfers its contractual rights to receive cash flows of the financial asset and has substantially transferred all the risks and rewards of ownership of the financial asset.

**Derecognition of financial liability**

The Company derecognises a financial liability when the obligation under the liability is discharged or cancelled or expires.

**CASH AND CASH EQUIVALENTS**

Cash and cash Equivalent includes cash-on-hand, deposits held at call with Financial Institutions, other short term highly liquid investments with original maturities of less than three months or less that are readily convertible to cash and which are subject to an insignificant risk of changes in value. Bank overdrafts are shown within borrowings in the current liabilities in the Balance Sheet.



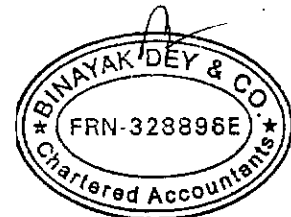


SIMPLEX BANGLADESH PRIVATE LIMITED  
Notes to the Financial Statements

Note 2: Property, plant and equipment

Amount in BDT

	Plant and Equipment	Total
<b>Year ended 1st April,2015</b>		
Gross carrying amount	-	-
<b>Cost</b>		
Deemed cost as at 1 April 2015	-	-
Additions during the Year	77,286,100	77,286,100
Disposals during the year	-	-
Other Adjustments during the year	-	-
<b>Closing gross carrying amount</b>	<b>77,286,100</b>	<b>77,286,100</b>
<b>Accumulated Depreciation</b>		
Opening accumulated depreciation	-	-
Depreciation charge during the year	1,932,153	1,932,153
Disposals during the year	-	-
Other Adjustments during the year	-	-
<b>Closing accumulated depreciation</b>	<b>1,932,153</b>	<b>1,932,153</b>
<b>Closing Net carrying amount</b>	<b>75,353,947</b>	<b>75,353,947</b>
<b>Year ended 31 March 2016</b>		
Gross carrying amount		
<b>Cost</b>		
Deemed cost as at 1 April 2016	77,286,100	77,286,100
Additions during the Year	3,864,305	3,864,305
Disposals during the year	-	-
Other Adjustments during the year	-	-
<b>Closing gross carrying amount</b>	<b>81,150,405</b>	<b>81,150,405</b>
<b>Accumulated Depreciation</b>		
Opening accumulated depreciation	1,932,153	1,932,153
Depreciation charge during the year	8,211,648	8,211,648
Disposals during the year	-	-
Other Adjustments during the year	-	-
<b>Closing accumulated depreciation</b>	<b>10,143,801</b>	<b>10,143,801</b>
<b>Closing Net carrying amount</b>	<b>71,006,604</b>	<b>71,006,604</b>



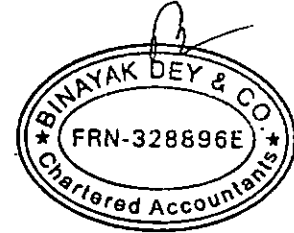
SIMPLEX BANGLADESH PRIVATE LIMITED

Notes to the Financial Statements

Note 3 : Inventories

Amount in BDT

	As at 31st March, 2017	As at 31st March, 2016	As at 01st April, 2015
<b>At lower of cost and net realisable value</b>			
Construction Material	87,256	-	-
Stores and spares	4,825	-	-
<b>Total</b>	<b>92,081</b>	-	-

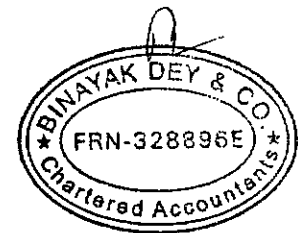


**SIMPLEX BANGLADESH PRIVATE LIMITED**

**Notes to the Financial Statements**

**Note 4 : Trade Receivables**

	Amount in BDT		
	As at 31st March, 2017	As at 31st March, 2016	As at 01st April, 2015
<b>Unsecured considered good, unless otherwise stated</b>			
Trade receivables			
Considered Good	292,824	48,875	-
Receivables from related parties	10,538,011	42,803,199	-
Others			-
<b>Total</b>	<b>10,830,835</b>	<b>42,852,074</b>	-



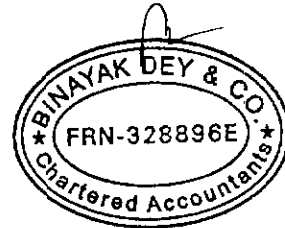
**SIMPLEX BANGLADESH PRIVATE LIMITED**

**Notes to the Financial Statements**

**Note 5 : Cash and cash equivalents**

**Amount in BDT**

	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>	<b>As at 01st April, 2015</b>
<b>Cash and Cash Equivalents</b>			
Balances with Banks			
-in current accounts	192,537,994	3,735,777	-
Cash on hand	341	-	-
<b>Total Cash and cash equivalents</b>	<b>192,538,335</b>	<b>3,735,777</b>	<b>-</b>



**SIMPLEX BANGLADESH PRIVATE LIMITED**

**Notes to the Financial Statements**

**Note 6(a): Share capital and other equity**

**Authorised share capital**

	Amount in BDT	
	Number of Share	Amount
<b>Ordinary Shares of BDT 10 each</b>		
As at 1 April 2015	-	-
Increase during the year	1,000,000	10,000,000
<b>As at 31 March 2016</b>	<b>1,000,000</b>	<b>10,000,000</b>
Increase during the year	-	-
<b>As at 31 March 2017</b>	<b>1,000,000</b>	<b>10,000,000</b>

**(i) Movements in equity share capital**

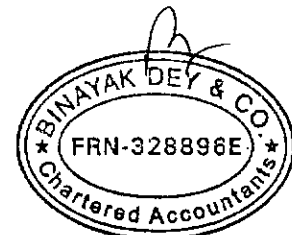
	Number of Share	Amount
<b>Issued, Subscribed and Paid-up:</b>		
As at 1 April 2015	-	-
Increase during the year	380,000	3,800,000
<b>As at 31 March 2016</b>	<b>380,000</b>	<b>3,800,000</b>
Increase during the year	20,000	200,000
<b>As at 31 March 2017</b>	<b>400,000</b>	<b>4,000,000</b>

**(ii) Rights, preferences and restrictions attached to shares**

The Company has one class of equity shares of Rs.10/- each. Each shareholder is eligible for one vote per share held.

**(iii) Details of Equity Shares held by shareholders holding more than 5% of the aggregate shares in the Company**

Details of shareholder	As at 31st March, 2017	As at 31st March, 2016	As at 01st April, 2015
(1) Simplex Middle East Limited	380,000 95.00%	380,000 95.00%	
(2) Navana Construction Limited	20,000 5.00%	- -	- -

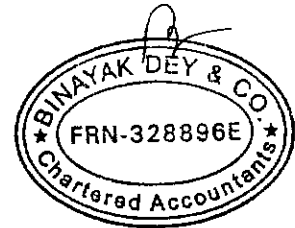


SIMPLEX BANGLADESH PRIVATE LIMITED

Notes to the Financial Statements

Note 6(b): Reserves and Surplus

	Amount in BDT	
	As at 31st March, 2017	As at 31st March, 2016
Retained Earnings		
Balance at the beginning of the year	22,504,981	-
Net profit for the period	97,782,795	22,504,981
<b>Balance at the end of the year</b>	<b>120,287,776</b>	<b>22,504,981</b>

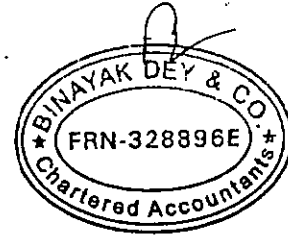


**SIMPLEX BANGLADESH PRIVATE LIMITED**

**Notes to the Financial Statements**

**Note 7(a) : Trade Payables**

	Amount in BDT		
	As at 31st March, 2017	As at 31st March, 2016	As at 01st April, 2015
Outstanding dues to others	452,687	13,000	-
<b>Total</b>	<b>452,687</b>	<b>13,000</b>	<b>-</b>

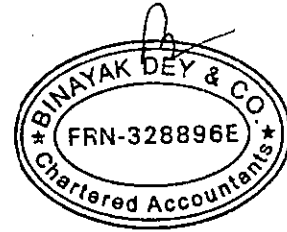


**SIMPLEX BANGLADESH PRIVATE LIMITED**  
**Notes to the Financial Statements**

**Note 7(b): Other current financial liabilities**

**Amount in BDT**

	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>	<b>As at 01st April, 2015</b>
Capital Liabilities	81,150,405	77,286,100	-
Simplex Infrastructures Limited	12,773,566	3,246,754	
Others	5,038,400		
<b>Total</b>	<b>98,962,371</b>	<b>80,532,854</b>	-



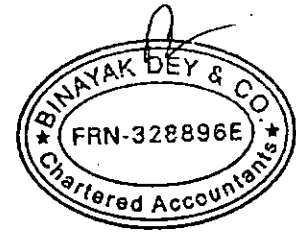


**SIMPLEX BANGLADESH PRIVATE LIMITED**  
**Notes to the Financial Statements**

**Note 8 : Provisions**

**Amount in BDT**

	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>	<b>As at 01st April, 2015</b>
Employee related liabilities	97,000	412,000	-
<b>Total</b>	<b>97,000</b>	<b>412,000</b>	<b>-</b>



**SIMPLEX BANGLADESH PRIVATE LIMITED**

**Notes to the Financial Statements**

**Note 9: Current tax liabilities**

**Amount in BDT**

	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>	<b>As at 01st April, 2015</b>
Current tax liabilities	50,141,863	12,118,067	-
<b>Total</b>	<b>50,141,863</b>	<b>12,118,067</b>	<b>-</b>



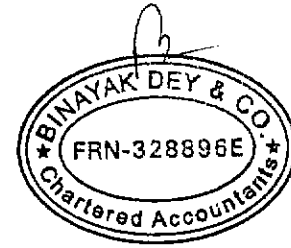
**SIMPLEX BANGLADESH PRIVATE LIMITED**

**Notes to the Financial Statements**

**Note 10: Other current liabilities**

**Amount in BDT**

	<b>As at 31st March, 2017</b>	<b>As at 31st March, 2016</b>	<b>As at 01st April, 2015</b>
Advance from Customers	460,000	170,000	
Statutory Dues (Excise duty, service tax, sales tax, TDS, etc)	66,158	2,390,896	-
<b>Total</b>	<b>526,158</b>	<b>2,560,896</b>	<b>-</b>



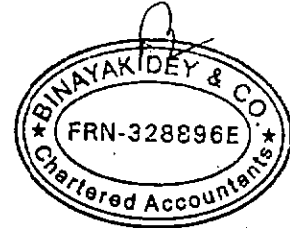
SIMPLEX BANGLADESH PRIVATE LIMITED

Notes to the Financial Statements

Note 11 : Revenue from operations

Amount in BDT

	Year ended 31st March, 2017	Year ended 31st March, 2016
<b>Sale of services</b>		
Contract Turnover	179,956,869	41,182,194
<b>Total</b>	<b>179,956,869</b>	<b>41,182,194</b>



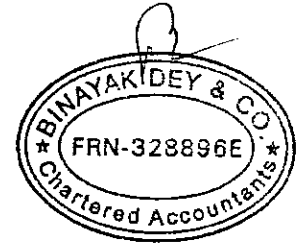
SIMPLEX BANGLADESH PRIVATE LIMITED

Notes to the Financial Statements

Note 12 : Other Income

Amount in BDT

	Year ended 31st March, 2017	Year ended 31st March, 2016
Net Gain on Foreign currency transaction and translation	-	56,353
<b>Total</b>	<b>-</b>	<b>56,353</b>



**SIMPLEX BANGLADESH PRIVATE LIMITED**  
**Notes to the Financial Statements**

**Note 13 : Employee Benefit Expenses**

**Amount in BDT**

	<b>Year ended 31st March, 2017</b>	<b>Year ended 31st March, 2016</b>
Salaries and wages	10,373,533	1,404,514
Staff welfare expenses	179,909	515
<b>Total</b>	<b>10,553,442</b>	<b>1,405,029</b>



**SIMPLEX BANGLADESH PRIVATE LIMITED**

**Notes to the Financial Statements**

**Note 14: Depreciation and Amortisation Expenses**

**Amount in BDT**

	<b>Year ended 31st March, 2017</b>	<b>Year ended 31st March, 2016</b>
<b>Depreciation</b>	<b>8,211,648</b>	<b>1,932,153</b>
<b>Total</b>	<b>8,211,648</b>	<b>1,932,153</b>

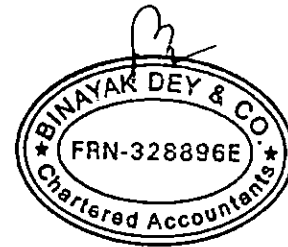


SIMPLEX BANGLADESH PRIVATE LIMITED  
Notes to the Financial Statements

Note 15: Other Expenses

Amount in BDT

	As at 31st March, 2017	As at 31st March, 2016
Consumption of Stores & Spare Parts	4,535,076	2,016,352
Power & Fuel	121,550	-
Rent	612,945	64,000
Repairs to Machinery	668,661	767,250
Repairs to Others	7,650	-
Consultation Fee and Expenses	-	403,904
Salary through Agency and Payment to Sub-Contractors'	1,561,323	-
Freight and Transport	197,850	-
Auditors remuneration and out-of-pocket expenses	92,000	-
Other Contract Overheads	1,483,133	26,811
<b>Total</b>	<b>9,280,188</b>	<b>3,278,317</b>





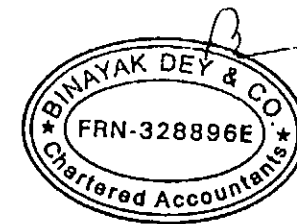
SIMPLEX BANGLADESH PRIVATE LIMITED  
Notes to the Financial Statements

Note 16 : Financial Instruments by category

The carrying value and fair value of financial instruments by categories were as follows:

Amount in BDT

	As at 31st March, 2017			As at 31st March, 2016			As at 01st April, 2015		
	FVPL	FVOCI	Amortised Cost	FVPL	FVOCI	Amortised Cost	FVPL	FVOCI	Amortised Cost
<b>Financial assets</b>									
Trade receivables	-	-	10,830,835	-	-	42,852,074	-	-	-
Cash and Cash equivalents	-	-	192,538,335	-	-	3,735,777	-	-	-
<b>Total Financial Assets</b>	-	-	<b>203,369,170</b>	-	-	<b>46,587,851</b>	-	-	-
<b>Financial liabilities</b>									
Trade payables	-	-	452,687	-	-	13,000	-	-	-
Other Financial Liabilities	-	-	98,962,371	-	-	80,532,854	-	-	-
<b>Total Financial Liabilities</b>	-	-	<b>99,415,058</b>	-	-	<b>80,545,854</b>	-	-	-



**SIMPLEX BANGLADESH PRIVATE LIMITED**  
Notes to the Financial Statements

**17 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT**

The Company has exposure to the following risks from its use of financial instruments:

- Credit Risk
- Liquidity Risk
- Market Risk

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital. Further quantitative disclosures are included throughout these financial statements.

**a) Credit risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations.

**(i) Bank Balances**

The Company limits its exposure to credit risk by maintaining balances with banks having investment grade credit ratings. Given these high credit ratings, the Company does not expect any bank to fail to meet its obligations.

**(ii) Trade Receivables**

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the Company's customer base, including the default risk of the industry and country, in which customers operate, has less of an influence on credit risk.

Geographically, the concentration of credit risk is in Bangladesh as all the Company's customers are based in Bangladesh.

**b) Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. The Company manages its liquidity risk, by ensuring that banks and other facilities are adequate to meet its working capital requirements.

The table below provides details regarding the contractual maturities of significant liabilities as of 31 March 2017

Contractual maturities of financial liabilities	Within 1 Year	Between 1 and 2 years	Between 2 and 4 years	4 Years and above	Total
<b>Non-derivatives</b>					
Trade payables	452,687	-	-	-	452,687
Other financial liabilities	98,962,371	-	-	-	98,962,371
<b>Total non-derivative liabilities</b>	<b>99,415,058</b>	-	-	-	<b>99,415,058</b>

The table below provides details regarding the contractual maturities of significant liabilities as of 31 March 2016

Contractual maturities of financial liabilities	Within 1 Year	Between 1 and 2 years	Between 2 and 4 years	4 Years and above	Total
<b>Non-derivatives</b>					
Trade payables	13,000	-	-	-	13,000
Other financial liabilities	80,532,854	-	-	-	80,532,854
<b>Total non-derivative liabilities</b>	<b>80,545,854</b>	-	-	-	<b>80,545,854</b>

The table below provides details regarding the contractual maturities of significant liabilities as of 31 March 2015

Contractual maturities of financial liabilities	Within 1 Year	Between 1 and 2 years	Between 2 and 4 years	4 Years and above	Total
<b>Non-derivatives</b>					
Trade payables	-	-	-	-	-
Other financial liabilities	-	-	-	-	-
<b>Total non-derivative liabilities</b>	-	-	-	-	-

All other current assets and liabilities are expected to be recovered within twelve months

**c) Market risk**

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the Company's income or the value of its holdings of financial instruments.

**i) Currency risk**

Currency risk is the risk that the value of a financial instrument will fluctuate due to a change in foreign exchange rates. The Company is not exposed to currency risk as majority of its transactions are in Bangladesh Taka.

**ii) Interest rate risk**

Interest rate risk arises when the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As the Company has no variable interest-bearing assets or liabilities, the Company's income, expenses and cash flows are independent of changes in market interest rates.

**(d) Fair value measurement**

Fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at a measurement date. The Company has not disclosed the fair values of its trade receivables, receivables from related parties, bank balances, trade payables, and payables to related parties because their carrying amounts are a reasonable approximation of their fair values.

**(e) Capital management**

The primary objective of the Company's capital management is to ensure that it maintains a strong capital base in order to support its business and to sustain future development of the business. Management monitors its capital structure and makes adjustments to it, in light of economic conditions.

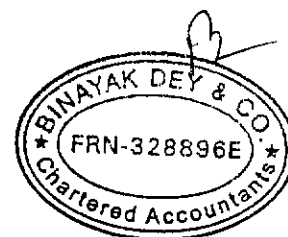
The Company does not have external borrowings. It is financed mainly by own equity so that the Company has adequate working capital for its needs.

The Company is not subject to any externally imposed capital requirements.



**SIMPLEX BANGLADESH PRIVATE LIMITED****Notes to the Financial Statements****31 Computation of Earnings per Equity Share (Basic and Diluted)**

	2016-2017	2015-2016
(I) Basic		
(a) (i) Number of Equity Shares at the beginning of the year	380,000	380,000
(ii) Number of Equity Shares at the end of the year	400,000	380,000
(iii) Weighted average number of Equity Shares outstanding during the year	400,000	380,000
(iv) Face Value of each Equity Share (In `)	2/-	2/-
(b) Amount of Profit after tax attributable to Equity Shareholders		
Profit for the year	97,782,795	22,504,981
(c) Basic Earnings per Equity Share [(b)/(a)(iii)]	244.46	59.22
(II) Diluted		
(a) Dilutive Potential Equity Shares	-	-
(b) Diluted Earnings per Equity Share [Same as (I)(c) above]	244.46	59.22



SIMPLEX BANGLADESH PRIVATE LIMITED  
Notes to the Financial Statements

Amount in BDT

Note 19 : Related Party Disclosures pursuant to IND AS 24 prescribed under the Act.

Names of Related Parties

Relationship

With whom transactions were carried out during the year etc :

Simplex Middle East Limited

Holding Company

Simplex Infrastructures Limited

Ultimate Holding Company

Simplex Navana Joint Venture

Entities over which KMP has significant influence

Name and Relationship	Transactions during the year				Balance outstanding at the year end		
	Issued Share Capital	Purchase of Fixed Assets	Contract Turnover	Reimbursement of Expenses	Other financial Liabilities	Trade Receivables	Share Capital
Simplex Infrastructures Limited	-	3,864,305		9,727,804	93,923,971	-	-
	-	77,286,100		2,363,462	80,532,854	-	-
Simplex Middle East Limited	-	-		-	-	-	3,800,000
	3,800,000	-		-	-	-	3,800,000
Simplex Navana Joint Venture	-	-	178,798,447	-	-	10,538,011	-
	-	-	40,970,402	-	-	42,603,199	-
<b>Total</b>	-	3,864,305	178,798,447	9,727,804	93,923,971	10,538,011	3,800,000
	3,800,000	77,286,100	40,970,402	2,363,462	80,532,854	42,603,199	3,800,000

Figures in italics pertain to previous year

20. Previous year's figures have been rearranged / regrouped where necessary.

For Binayak Dey & Co.  
Firm Registration Number: 328896E  
Chartered Accountants

(Binayak Dey)  
Proprietor  
Membership Number: 062177  
Kolkata, 24th May, 2017



  
K.L. Baid  
Executive Director