

F.M. Hämmerle Verwaltungs-GmbH

Financial statement  
as per 31st of March 2017

Prepared in accordance with submitted documents  
and provided information.

BALANCE SHEET

as per 31st of March 2017

**BALANCE SHEET AS OF 31. 3. 2017**

ASSETS	2016/17 (EUR)	2015/16 (EUR/1000)	EQUITY AND LIABILITIES	2016/17 (EUR)	2015/16 (EUR/1000)
<b>A. FIXED ASSETS</b>			<b>A. NEGATIVE SHAREHOLDERS' EQUITY</b>		
<i>I. Intangible fixed assets</i>			<i>I. Nominal capital</i>		
1. industrial property rights and similar rights and benefits	79.999,98	93,3	1. Share capital	35.000,00	35,0
<b>B. CURRENT ASSETS</b>			<i>II. Capital reserves</i>		
			1. unappropriated	3.325,00	3,3
<i>I. Receivables and other assets</i>			<i>III. Cumulative loss</i>		
1. Other receivables and assets	1.659,00	1,5	st. sep. earnings/losses brought forward	-391.510,46	-389,8
			-389.760,50 / last year -392.775,97		
<i>II. Cash on hand, Cash in bank</i>			<b>B. ACCRUALS</b>		
	501,96	0,5	1. Other accruals	2.400,00	2,4
<b>TOTAL ASSETS</b>	<b>82.160,94</b>	<b>95,3</b>	<b>C. LIABILITIES</b>		
			1. Payable to affiliated companies	422.863,20	433,1
			2. Other liabilities	10.083,20	11,2
			stating separat. within social security	432.946,40	444,3
			126,58 / last year 159,55		
			<b>TOTAL EQUITY AND LIABILITIES</b>	<b>82.160,94</b>	<b>95,3</b>

**ASSETS IN DETAIL**

	2016/17 EUR	2015/16 EUR
<b>FIXED ASSETS</b>		
<i>Intangible fixed assets</i>		
industrial property rights and similar rights and benefits		
Marken, Warenzeichen, Lizenzrechte	79.999,98	93.333,31
	<u>79.999,98</u>	<u>93.333,31</u>
<b>CURRENT ASSETS</b>		
<i>Receivables and other assets</i>		
Other receivables and assets		
Vorsteuer-Sammelkonto	0,00	1.179,00
Finanzamt Feldkirch, St. Nr. 113/8118	0,00	266,40
Finanzamt USt-Zahllast	480,00	0,00
Forderungen sonstige	1.179,00	11,71
	<u>1.659,00</u>	<u>1.457,11</u>
<i>Cash on hand, Cash in bank</i>		
BAWAG 71210-049-759	501,96	486,49
	<u>501,96</u>	<u>486,49</u>

**EQUITY AND LIABILITIES IN DETAIL**

	2016/17 EUR	2015/16 EUR
<b>NEGATIVE SHAREHOLDERS' EQUITY</b>		
<i>Nominal capital</i>		
Share capital		
Stammkapital	35.000,00	35.000,00
	<u>35.000,00</u>	<u>35.000,00</u>
<i>Capital reserves</i>		
unappropriated		
Kapitalrücklagen	3.325,00	3.325,00
	<u>3.325,00</u>	<u>3.325,00</u>
<i>Cumulative loss</i>		
Gewinn-/Verlustvortrag	-389.760,50	-392.775,97
Jahresgewinn / Jahresverlust	-1.749,96	3.015,47
	<u>-391.510,46</u>	<u>-389.760,50</u>
<b>ACCRUALS</b>		
Other accruals		
Rückstellungen für Rechts- u.Beratungsk.	2.400,00	2.400,00
	<u>2.400,00</u>	<u>2.400,00</u>
<b>LIABILITIES</b>		
Payable to affiliated companies		
Verr. Kto. Oswal FM Hämmerle Text.Ltd.	160.000,00	160.000,00
Verr. Kto. Oswal FM Hämmerle Text. Ltd.	-78.136,26	-67.884,22
Verr. Kto. Vardham Polytex Ltd.	340.999,46	340.999,46
	<u>422.863,20</u>	<u>433.115,24</u>

**EQUITY AND LIABILITIES IN DETAIL**

	2016/17 EUR	2015/16 EUR
Other liabilities		
Verbindlichkeiten Gebietskrankenkasse	126,58	159,55
Verbindlichkeiten Gemeinde	161,14	161,14
Verbindlichkeiten Löhne und Gehälter	9.795,48	10.876,48
	<u>10.083,20</u>	<u>11.197,17</u>

PROFIT AND LOSS ACCOUNT

as per 31st of March 2017

**INCOME STATEMENT****FOR 1. 4. 2016 - 31. 3. 2017**

	2016 / 17 EUR	2015 / 16 EUR/1000
<b>1. Revenues</b>	22.112,04	35,4
<b>2. Other operating income</b>		
a. Sundry	0,00	20,9
<b>3. Operating performance</b>	<u>22.112,04</u>	<u>56,3</u>
<b>4. Personnel expenses</b>		
a. Salaries	5.604,00	5,5
b. Expenses for severance payments	85,72	0,1
c. Expenses for compulsory social security benefits, and taxes and mandatory contributions related to payroll	<u>72,88</u>	<u>0,1</u>
<b>5. Depreciation and amortization</b>		
a. of tangible and intangible assets		
aa. Scheduled depreciation	13.333,33	13,3
<b>6. Other operating expenses</b>		
a. Sundry	2.600,00	32,5
<b>7. Subtotal from number 1 to 6 (operating results)</b>	<u>416,11</u>	<u>4,8</u>
<b>8. Interest and similar expenses</b>	416,07	0,3
<b>9. Subtotal from Number 8 to 8 (financial results)</b>	<u>-416,07</u>	<u>-0,3</u>
<b>10. Results from ordinary activities</b>	<u>0,04</u>	<u>4,5</u>
<b>11. Income taxes</b>	1.750,00	1,5
carry-over	<u>-1.749,96</u>	<u>3,0</u>



**INCOME STATEMENT****FOR 1. 4. 2016 - 31. 3. 2017**

	2016 / 17 EUR	2015 / 16 EUR/1000
carry-over	-1.749,96	3,0
<b>12. Net loss for the year</b>	<u>-1.749,96</u>	<u>3,0</u>
<b>13. Unappropriated retained earnings brought forward / Cumulative losses brought forward from the previous year</b>	-389.760,50	-392,8
<b>14. Cumulative loss</b>	<u>-391.510,46</u>	<u>-389,8</u>

**INCOME STATEMENT IN DETAIL**

	2016/17 EUR	2015/16 EUR
<b>Revenues</b>		
Marketing Erlöse Konzern	22.112,04	35.434,47
	<u>22.112,04</u>	<u>35.434,47</u>
<b>Other operating income</b>		
Sundry		
Erlöse Inland O%	0,00	20.875,16
	<u>0,00</u>	<u>20.875,16</u>
<b>Operating performance</b>	<u>22.112,04</u>	<u>56.309,63</u>
	<u>22.112,04</u>	<u>56.309,63</u>
<b>Personnel expenses</b>		
Salaries		
Gehälter	5.604,00	5.509,00
	<u>5.604,00</u>	<u>5.509,00</u>
Expenses for severance payments		
Beiträge an Mitarb.Vorsorgekassen	85,72	84,30
	<u>85,72</u>	<u>84,30</u>
Expenses for compulsory social security benefits, and taxes and mandatory contributions related to payroll		
Gesetzlicher Sozialaufwand	72,88	71,65
	<u>72,88</u>	<u>71,65</u>

**INCOME STATEMENT IN DETAIL**

	2016/17 EUR	2015/16 EUR
<b>Depreciation and amortization</b>		
<i>of tangible and intangible assets</i>		
Scheduled depreciation		
Abschreibungen immater. Vermögensg.	13.333,33	13.333,33
	<u>13.333,33</u>	<u>13.333,33</u>
<b>Other operating expenses</b>		
Sundry		
Buchhaltungs- u. Beratungskosten	2.400,00	1.840,00
Messen und Ausstellungen	0,00	11.340,00
Beratungsaufwand sonstiger	0,00	2.855,00
Berufsbeiträge, Grundumlage	200,00	89,89
Abschreibung von Forderungen 0 %	0,00	13.167,30
Einzelwertberichtigung zu Forderungen	0,00	-3.178,07
Sonstiger betrieblicher Aufwand	0,00	6.400,00
	<u>2.600,00</u>	<u>32.514,12</u>
<b>Subtotal from number 1 to 6</b> <b>(operating results)</b>	<u>416,11</u>	<u>4.797,23</u>
	<u>416,11</u>	<u>4.797,23</u>
<b>Interest and similar expenses</b>		
Bankspesen	416,07	311,26
	<u>416,07</u>	<u>311,26</u>
<b>Subtotal from Number 8 to 8</b> <b>(financial results)</b>	<u>-416,07</u>	<u>-311,26</u>
	<u>-416,07</u>	<u>-311,26</u>
<b>Results from ordinary activities</b>	<u>0,04</u>	<u>4.485,97</u>
	<u>0,04</u>	<u>4.485,97</u>

**INCOME STATEMENT IN DETAIL**

	2016/17 EUR	2015/16 EUR
<b>Income taxes</b>		
Körperschaftsteuer	1.750,00	1.750,00
Körperschaftsteuer Vorjahre	0,00	-279,50
	<u>1.750,00</u>	<u>1.470,50</u>
<b>Net loss for the year</b>	<u>-1.749,96</u>	<u>3.015,47</u>
	<u>-1.749,96</u>	<u>3.015,47</u>
<b>Unappropriated retained earnings brought forward / Cumulative losses brought forward from the previous year</b>		
Gewinn- / Verlustvortrag	<u>-389.760,50</u>	<u>-392.775,97</u>
	<u>-389.760,50</u>	<u>-392.775,97</u>
<b>Cumulative loss</b>	<u>-391.510,46</u>	<u>-389.760,50</u>
	<u>-391.510,46</u>	<u>-389.760,50</u>

## NOTES

as per 31st of March 2017

## **Notes 2016/2017**

### **I. General principles**

The financial statements have been prepared in accordance with the principles of proper bookkeeping and accounting and the objective of presenting a fair and true view of the assets, earnings and financial position of the company.

### **II. Accounting principles**

#### **1. Fixed assets**

Intangible assets acquired have been valued at cost of acquisition, less scheduled amortization on the basis of their usable life and unscheduled write-offs if necessary. A usable life of 15 years has been assumed.

Tangible assets acquired have been valued at cost of acquisition, less scheduled amortization on the basis of their usable life and unscheduled write-offs if necessary. The usable life of the individual groups of fixed assets is between 4 and 10 years.

Low value assets (acquisition costs less than EUR 400,00) have been fully written off in the year of acquisition.

Depreciation rates have generally been calculated according to the straight-line depreciation method.

## **2. Current assets**

### **2.1. Accounts receivable and other assets**

Accounts receivable and other assets have been valued with lower of nominal value and market value.

Receivables have been valued at a lower value in cases of recognizable individual risks.

All receivables are due within one year.

Receivables in foreign currency have been valued with the transaction value or the lower value at the balance sheet cut-off date.

### **2.2. Cash, bank deposits**

Foreign currency accounts have been valued at the exchange rate of the last day of the business year.

## **3. Provisions**

Provisions have been made to cover projected claims in accordance with the principle of conservatism.

## **4. Liabilities**

Liabilities have been valued at their repayment amounts in accordance with the principle of conservatism. Liabilities in foreign currency have been valued with the transaction value or the higher repayment value at the balance sheet cut-off date.

## **III. Notes to the balance sheet**

### **1. Negative equity**

The balance sheet shows a negative equity of TEUR -353. Despite this over-indebtedness no insolvency situation under insolvency law exists because the parent company VARDHMAN POLYTEX LIMITED has issued a letter of subordination for its intercompany loan to F.M. Hämmerle Verwaltungs-GmbH in the amount of EUR 340.000,00. VARDHMAN POLYTEX LIMITED declares that it will not reclaim the intercompany loan unless the negative equity situation has been solved and that in case of insolvency all other debts are settled first. Also the affiliated company Oswal F.M. Hämmerle Textiles Limited has issued a letter of subordination for its intercompany loan to F.M. Hämmerle Verwaltungs-GmbH in the amount of EUR 160.000,00. Oswal F.M. Hämmerle Textiles Limited declares that it will not reclaim the intercompany loan unless the negative equity situation has been solved and that in case of insolvency all other debts are settled first.

#### **1.1. Registered capital**

The registered capital of the company is EUR 35.000 and is fully paid.

## 2. Liabilities

Subordination letters of related companies exist in the amount of EUR 500.000.

### Liabilities ageing report:

Liabilities with a maturity date of more than 1 year: EUR	500.000
Liabilities with a maturity date of more than 5 year: EUR	500.000

## IV. Miscellaneous

### 1. Parent company

F.M.Hämmerle Verwaltungs-GmbH is included in the group accounting of its parent company VARDHMAN POLYTEX LIMITED.

Parent company:	VARDHMAN POLYTEX LIMITED
Seat of the parent company:	LUDHIANA, India
Stake:	100%
Place of disclosure:	India

### 2nd Staff and board of directors:

In the financial year the average number of employees was 1 (prev. year 1).

Board of Management:

Ashok Oswal, birth at 08<sup>th</sup> of February 1955; CEO since 29<sup>th</sup> of August 2008

Dornbirn,

.....

*Ashok Oswal*

### Beilagen:

Appendix 1 Summary of fixed assets



Nr: 2010

Name: F.M. Hämmerle Verwaltungs GmbH

**AFA - GESAMT**

**Bruttoausweis**

01.04.2016 - 31.03.2017

Nr. Text	Anschaffungs- bzw. Herstellungskosten				Buchwerte	
	01.04.2016	Zugänge Umbuchungen	Abgänge	31.03.2017	31.03.2017	AfA laufend
	EUR	EUR	EUR	EUR	EUR	EUR
130 Marken	200.000,00	0,00	0,00	200.000,00	79.999,98	13.333,33
Summe	200.000,00	0,00	0,00	200.000,00	79.999,98	13.333,33