

Report No. MMC-0516-010

Re : Financial statements report years ended March 31, 2016 and 2015

**The Shareholders, Boards of Commissioners and Directors  
PT. Meghmani Organics Indonesia  
Jakarta**

We have reviewed the balance sheets of PT. Meghmani Organics Indonesia (the "Company") as of March 31, 2016 and 2015, and the related statements of income and changes in stockholders' equity for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our reviewed.

We conducted our reviewed in accordance with accounting standards established by the Indonesian Institute of Certified Public Accountants. Those standards require that we plan and perform the reviewed to obtain reasonable assurance whether the financial statements are free of material misstatement. An accounting examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our reviewed also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our reviewed provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of PT. Meghmani Organics Indonesia as of March 31, 2016 and 2015, and the results of its operations and its changes in stockholders' equity for the years then ended in conformity with Indonesian Accounting Standards for Non Publicly Accountable Entities.

The financial statements have been prepared assuming that the company will continue its business on an ongoing basis. As described in the financial statements, the company incurred losses in recent years and no sales for two recent years. This condition raises substantial uncertainty on the company's ability to maintain its viability. There needs to be a plan of management to resolve the issue. The accompanying financial statements do not include any adjustments that come from these conditions.

Our reviewed were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information has been subjected to the accounting procedures applied in our reviewed of the 2015-2016 basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the 2015-2016 basic financial statements taken as a whole.

**MMC Consulting**



Date : May 10, 2016

**Notice to Readers :**

*The accompanying financial statements are not intended to present the financial position, results of operations and changes in stockholders' equity in accordance with accounting principles and practices generally accepted in Indonesia and not those of any other jurisdiction. The standards, procedures and practices to review such financial statements are those generally accepted and applied in Indonesia.*

**PT. MEGHMANI ORGANICS INDONESIA**

**BALANCE SHEET**

**March 31, 2016 and 2015**

**(Expressed in IDR Currency)**

Description	31 March 2016	31 March 2015
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash & Equivalent Cash	12,239,344	41,914,294
Bank	1,641,159	1,641,159
Accounts Receivable	3,371,368,273	3,345,622,283
Inventory	-	-
Deposits	5,000,000	5,000,000
Prepaid Expense	10,666,666	23,333,334
Prepaid Tax	1,200,000	1,200,000
<b>Total Current Assets</b>	<b>3,402,115,442</b>	<b>3,418,711,070</b>
<b>NON-CURRENT ASSETS</b>	<b>132,475,128</b>	<b>239,824,374</b>
Net off Accumulated Depreciation		
<b>TOTAL ASSETS</b>	<b>3,534,590,570</b>	<b>3,658,535,444</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable	3,506,182,041	3,455,474,980
Tax Payable	-	-
Others Liabilities	167,649,415	108,936,278
<b>Total Current Liabilities</b>	<b>3,673,831,456</b>	<b>3,564,411,258</b>
<b>LONGTERM LIABILITIES</b>		
Leasing Payable	-	-
Liabilities - MOL India	8,217,604,766	8,098,760,226
<b>Total Longterm Liabilities</b>	<b>8,217,604,766</b>	<b>8,098,760,226</b>
<b>TOTAL LIABILITIES</b>	<b>11,891,436,222</b>	<b>11,663,171,484</b>
<b>STOCKHOLDERS' EQUITY</b>		
<b>EQUITY</b>		
- Meghmani Organics Limited	2,261,407,500	2,261,407,500
- Patel Natwartal	22,842,500	22,842,500
Retained Earning	(10,288,886,040)	(8,760,649,852)
Current Earning of This Year	(352,209,612)	(1,528,236,187)
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>(8,356,845,652)</b>	<b>(8,004,636,039)</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>3,534,590,570</b>	<b>3,658,535,444</b>

**PT. MEGHMANI ORGANICS INDONESIA**  
**PROFIT AND LOSS STATEMENT**  
For The Years Ended March 31, 2016 and 2015  
(Expressed in IDR Currency)

Description	31 March 2016	31 March 2015
<b>SALES REVENUE - NET</b>	-	-
<b>COST OF GOOD SOLD</b>	-	-
<b>GROSS PROFIT</b>	-	-
<b>OPERATING EXPENSES</b>		
- Selling Expenses	-	-
- General Office Expenses	205,164,363	230,091,220
<b>Total Operating Expenses</b>	<b>205,164,363</b>	<b>230,091,220</b>
<b>PROFIT (LOSS) FROM OPERATION</b>	<b>(205,164,363)</b>	<b>(230,091,220)</b>
<b>OTHER INCOME (EXPENSE)</b>		
- Other Income	-	(1,259,415,215)
- Other Expense	(147,045,249)	(38,729,752)
<b>Total Other Income (Expense) - Net</b>	<b>(147,045,249)</b>	<b>(1,298,144,967)</b>
<b>PROFIT (LOSS) BEFORE TAX</b>	<b>(352,209,612)</b>	<b>(1,528,236,187)</b>
<b>CORPORATE INCOME TAX</b>	-	-
<b>PROFIT (LOSS) AFTER TAX</b>	<b>(352,209,612)</b>	<b>(1,528,236,187)</b>