

<b>Meghmani Europe BVBA</b>				
<b>Balance Sheet for the 12 Months ended on 31st March 2014</b>				
<b>Particulars</b>	<b>2013-2014 12M</b>	<b>2013-2014 12M</b>	<b>2012-2013 12M</b>	<b>2012-2013 12M</b>
	<b>in Euro</b>	<b>in INR</b>	<b>in Euro</b>	<b>in INR</b>
<b>Share Capital</b>	<b>1,137,100.00</b>	<b>81,143,713</b>	1,137,100.00	81,143,713
<b>Reserve &amp; Surplus</b>	<b>(1,296,725.19)</b>	<b>(94,343,120)</b>	(1,096,898.26)	(78,349,893)
<b>Secured Loans</b>	<b>90,966.29</b>	<b>7,522,003</b>	357,934.35	24,874,648
<b>Unsecured Loans</b>	<b>818,312.28</b>	<b>67,666,242</b>	818,312.28	56,868,616
<b>Total Liabilites</b>	<b>749,653.38</b>	<b>61,988,838</b>	<b>1,216,448.37</b>	<b>84,537,083</b>
<b>Fixed Assets</b>				
Gross Block	222,880.38	18,429,979	613,471.73	42,633,218
Less: Accumulated Depreciation	(77,601.41)	(6,416,861)	(122,998.41)	(8,547,775)
<b>Net Block</b>	<b>145,278.97</b>	<b>12,013,118</b>	<b>490,473.32</b>	<b>34,085,443</b>
<b>Current Assets</b>				
Invenotry	486,445.26	40,224,159	547,153.74	38,024,449
Debtors	1,883,564.70	155,751,965	2,634,119.74	183,058,151
Cash on Hand & Bank Balance	231,375.82	19,132,467	230,165.42	15,995,346
Other Assets	79,206.53	6,549,588	72,790.32	5,058,563
	<b>2,680,592.31</b>	<b>221,658,178</b>	<b>3,484,229.22</b>	<b>242,136,509</b>
<b>Current Liabilites</b>				
Creditors	2,076,190.90	171,680,226	2,758,254.19	191,684,875
Other Current Liabilities	27.00	2,232.63	-	-
	<b>2,076,217.90</b>	<b>171,682,458</b>	<b>2,758,254.19</b>	<b>191,684,875</b>
<b>Net Current Assets</b>	<b>604,374.41</b>	<b>49,975,720</b>	<b>725,975.03</b>	<b>50,451,634</b>
<b>Total Assets</b>	<b>749,653.38</b>	<b>61,988,838</b>	<b>1,216,448.35</b>	<b>84,537,078</b>

<b>Meghmani Europe BVBA</b>				
<b>Profit &amp; Loss Account for the 12 months ended on 31.03.14</b>				
<b>Particulars</b>	<b>Yr. 2013-2014</b>		<b>Yr. 2012-2013</b>	
	<b>12 months</b>		<b>12 months</b>	
	<b>in Euro</b>	<b>In INR</b>	<b>in Euro</b>	<b>In INR</b>
Sales	3,297,273.72	269,195,608.89	5,536,061.70	387,848,409
Increase / (Decrease) in Stock	(60,708.46)	2,199,711.08	(202,551.42)	(12,856,165)
Stock reserve				
Other income	315,665.64	25,771,534.72	62,161.52	4,354,945
<b>Total Income</b>	<b>3,552,230.90</b>	<b>297,166,854.69</b>	<b>5,395,671.80</b>	<b>379,347,189</b>
Purchases	2,978,414.00	243,163,303.49	5,031,828.20	352,798,117
Purchase Related Expenses	52,799.84	4,310,677.94	48,634.13	3,407,236
Administration Expenses	529,490.67	43,228,611.09	355,355.24	24,895,670
Employee cost	113,586.13	9,273,384.63	128,602.10	9,009,676
Selling & Distribution Expenses	42,905.27	3,502,866.69	42,081.32	2,948,156
Financial Expenses	23,421.11	1,912,143.33	28,533.53	1,999,018
Depreciation	11,440.79	934,047.55	22,080.70	1,534,498
	<b>3,752,057.81</b>	<b>306,325,034.72</b>	<b>5,657,115.22</b>	<b>396,592,371</b>
<b>Net Profit</b>	<b>(199,826.91)</b>	<b>(9,158,180.03)</b>	<b>(261,443.42)</b>	<b>(17,245,181)</b>
Prior Period Adjustments				
<b>Net Profit</b>	<b>(199,826.91)</b>	<b>(9,158,180.03)</b>	<b>(261,443.42)</b>	<b>(17,245,181)</b>

<b>Schedules to Balance Sheet</b>				
<b>Particulars</b>	<b>2013-2014 12M</b>	<b>2013-2014 12M</b>	<b>2012-2013 12M</b>	<b>2012-2013 12M</b>
	<b>in Euro</b>	<b>in INR</b>	<b>in Euro</b>	<b>in INR</b>
<b>Share Capital</b>				
Issued & Subscribed Capital	1,137,100.00		1,137,100.00	
	<b>1,137,100.00</b>	81,143,713	<b>1,137,100.00</b>	<b>81,143,713</b>
<b>Reserve &amp; Surplus</b>				
Accumulated Profit and Loss A/c.	(1,096,898.28)	(65,628,438)	(835,454.84)	(48,383,257)
Profit during the Year	(199,826.91)	(9,158,180)	(261,443.42)	(17,245,181)
Transaltion Reserve		(19,556,502)	-	(12,721,455)
	<b>(1,296,725.19)</b>	<b>(94,343,120)</b>	<b>(1,096,898.26)</b>	<b>(78,349,893)</b>
<b>Secured Loan</b>				
Leasing and other similar obligations	90,966.29	7,522,003	357,934.35	24,874,648
Installment payable agst above lease		-		
	<b>90,966.29</b>	<b>7,522,003</b>	<b>357,934.35</b>	<b>24,874,648</b>
<b>Unsecured Loan</b>				
Meghmani Organics Ltd.-India	818,312.28	67,666,242	818,312.28	56,868,616
<b>Fixed asset</b>				
	<b>Assets</b>	<b>Accumulated Depreciation</b>	<b>Assets</b>	<b>Accumulated Depreciation</b>
Land	21,500.00		94,741.35	
Building	154,972.48	(32,594)	462,469.58	(75,358.30)
Computers	12,449.55	(12,450)	12,449.55	(12,449.55)
Furnitures			8,994.90	(8,994.83)
Car	33,958.35	(32,558)	33,958.35	(25,766.73)
Other Tangible Assets			858.00	(429.00)
Total	<b>222,880.38</b>	<b>(77,601)</b>	<b>613,471.73</b>	<b>(122,998.41)</b>
Total in INR	<b>18,429,979</b>	<b>(6,416,861)</b>	<b>42,633,218</b>	<b>(8,547,775)</b>
<b>Inventory</b>				
Agro Stock	11,872.90	981,770	12,324.90	856,519
Pigment Stock	474,572.36	39,242,388	534,828.84	37,167,930
	<b>486,445.26</b>	<b>40,224,159</b>	<b>547,153.74</b>	<b>38,024,449</b>

<b>Schedules to Balance Sheet</b>				
<b>Particulars</b>	<b>2013-2014 12M</b>	<b>2013-2014 12M</b>	<b>2012-2013 12M</b>	<b>2012-2013 12M</b>
	<b>in Euro</b>	<b>in INR</b>	<b>in Euro</b>	<b>in INR</b>
<b>Receivables</b>				
Debtors	1,883,564.70	155,751,965	2,634,119.74	183,058,151
<b>Cash &amp; Bank Balance</b>				
ABN Amro	153,119.45	12,661,447	204,414.69	14,205,799
ABN Amro USD	17,586.90	1,454,261	17,586.90	1,222,202
Bank of India	1,609.09	133,056	1,609.09	111,824
Bank of India USD	550.77	45,543	550.77	38,276
Transfer Accounts/Cash	(0.50)	(41)		-
KBC	58,510.11	4,838,201	6,003.97	417,246
	<b>231,375.82</b>	<b>19,132,467</b>	<b>230,165.42</b>	<b>15,995,346</b>
<b>Other Assets</b>				
Deposit/Guarantee	36,587.02	3,025,381	36,587.02	2,542,615
Other Receivable	992.65	82,082	992.65	68,984
Other assets	41,626.86	3,442,125	35,210.65	2,446,964
	<b>79,206.53</b>	<b>6,549,588</b>	<b>72,790.32</b>	<b>5,058,563</b>
<b>Creditors</b>				
Creditors	2,076,190.90	171,680,226	2,758,254.19	191,684,875
	<b>2,076,190.90</b>	<b>171,680,226</b>	<b>2,758,254.19</b>	<b>191,684,875</b>
<b>Current Liabilities</b>				
VAT Payable	27.00	2,233	-	
	<b>27.00</b>	<b>2,233</b>	<b>-</b>	

Schedules of Profit & Loss Account				
	Yr. 2013-2014		Yr 2012-2013	
	in Euro	In INR	in Euro	In INR
<b>Sales</b>				
<b>A. Agro Product</b>				
Qty, in Kgs	40.00		5,893	
Average Rate	15.00		7.37	
Amount	600.00		43,429	
<b>B. Pigments</b>				
Qty, in Kgs	70,950.00		909,660	
Average Rate	46.46		6.04	
Amount	3,296,673.72		5,492,632	
<i>Other Sales unreconciled</i>				
<b>Total sales</b>	<b>3,297,273.72</b>	<b>269,195,608.89</b>	<b>5,536,062</b>	<b>387,848,409</b>
<b>Other Income</b>				
Rate Difference/exchange gain	4.30	351.06	152.31	10,671
Personnal Part Of Meal Vouchers	195.11	15,929.15	274.68	19,244
Recharged Other Charges	315,153.44	25,729,717.75	55881.92	3,915,006
Professional Taxes Credit	936.80	76,482.11	1138.17	79,739
Commission	6,333.00	517,037.99	5369.54	376,182
Other Income		-	2682.73	187,948
Granted Rebates	(6,957.01)	(567,983.34)	-3337.83	(233,844)
<b>Total Other Income</b>	<b>315,665.64</b>	<b>25,771,534.72</b>	<b>62,161.52</b>	<b>4,354,945</b>
<b>Purchases</b>				
<b>A. Agro Product</b>				
Qty, in Kgs	-		4,238.00	
Average Rate	-		4.79	
Amount	-	-	20,293.50	1,421,733
<b>B. Pigments</b>				
Qty, in Kgs	529,170.00		894,760.00	
Average Rate	5.79		5.48	
Amount	3,063,189.00	250,084,493.44	4,905,984.70	343,706,134
Add: GIT Purchase	(84,775.00)	(6,921,189.95)	105,550.00	7,670,251
<b>Total Purchases</b>	<b>2,978,414.00</b>	<b>243,163,303.49</b>	<b>5,031,828.20</b>	<b>352,798,117</b>

<b>Schedules of Profit &amp; Loss Account</b>				
	<b>Yr. 2013-2014</b>		<b>Yr 2012-2013</b>	
	<b>in Euro</b>	<b>In INR</b>	<b>in Euro</b>	<b>In INR</b>
<b>Purchase Related Expenses</b>				
Cost Incoming Goods	17,275.59	1,410,411.56	7316.20	512,562
Costs Transport And Customs	30,671.03	2,504,040.40	34808.94	2,438,664
Customs Documents	4,853.22	396,225.98	6508.99	456,010
<b>Total Purchases</b>	<b>52,799.84</b>	<b>4,310,677.94</b>	<b>48,634.13</b>	<b>3,407,236</b>
<b>Decrease/(Increase) in stock</b>				
<b>Opening Stock</b>				
<b>A. Agro Product</b>				
Qty, in Kgs	1,410.00		3065.00	
Average Rate	8.74		10.79	
Amount	12,324.90		33,064.02	
<b>B. Pigments</b>				
Qty, in Kgs	30,380.00		45280.00	
Average Rate	7.35		11.28	
Amount	223,408.84		510,771.13	
<b>Total Opening Stock</b>	<b>235,733.74</b>	<b>16,382,316.05</b>	<b>543,835.15</b>	<b>36,908,732</b>
<b>Opening GIT related to MOL Purc</b>	<b>311,420.00</b>	<b>21,642,132.90</b>	<b>205,870.00</b>	<b>13,971,882</b>
	<b>547,153.74</b>	<b>38,024,448.95</b>	<b>749,705.15</b>	<b>50,880,614</b>
<b>Closing Stock</b>				
<b>A. Agro Product</b>				
Qty, in Kgs	1,370.00		1,410.00	
Average Rate	8.67		8.74	
Amount	11,872.90		12,324.90	
<b>B. Pigments</b>				
Qty, in Kgs	30,515.00		30,380.00	
Average Rate	8.12		7.35	
Amount	247,927.38		223,408.84	
<b>Total Closing Stock</b>	<b>259,800.28</b>	<b>21,482,884.98</b>	<b>235,733.74</b>	<b>16,382,316</b>
<b>Closing GIT related to MOL Purc</b>	<b>226,645.00</b>	<b>18,741,275.05</b>	<b>311,420.00</b>	<b>21,642,133</b>
	<b>486,445.28</b>	<b>40,224,160.03</b>	<b>547,153.74</b>	<b>38,024,449</b>
<b>Net Increase/(Decrease) in stock</b>	<b>(60,708.46)</b>	<b>2,199,711.08</b>	<b>(202,551.42)</b>	<b>(12,856,165)</b>

<b>Schedules of Profit &amp; Loss Account</b>				
	<b>Yr. 2013-2014</b>		<b>Yr 2012-2013</b>	
	<b>in Euro</b>	<b>In INR</b>	<b>in Euro</b>	<b>In INR</b>
<b>Administrative Expenses</b>				
Water	509.83	41,623.48	(1,044.57)	(73,181.05)
Gaz	1,163.98	95,029.51	1,798.13	125,974.37
Other Recurring Cost , maintenanc	2,611.57	213,213.47	6,777.98	474,855.39
General Building Costs	590.56	48,214.43	2,270.20	159,046.90
Garbage Costs		-	7.50	525.44
Electricity Exp.	85.06	6,944.46	2,387.64	167,274.58
Computer Maintainance Charges	3,456.61	282,204.12	-	-
Fines Cars	475.16	38,792.95	1,350.00	94,579.03
Car Expenses	3,100.53	253,133.08	1,765.65	123,698.86
Parking Costs	451.09	36,827.83	412.88	28,925.77
Insurance car	1,685.37	137,596.77	1,778.92	124,628.54
Medical Insurance	696.43	56,857.85	1,308.58	91,677.21
Education Exp.	30,760.00	2,511,304.08	29,681.00	2,079,407.58
Legal & professional Fees	20,760.64	1,694,937.58	30,025.12	2,103,516.12
Cosulting/Comp	696.10	56,830.91	2,310.60	161,877.27
Fees Miscellaneous	9,975.95	814,455.26	4,097.67	287,076.78
Erelonen Architecten	1,716.28	140,120.32	1,539.51	107,855.83
Other Expenses	9,490.58	774,828.75	10,818.12	757,901.71
Postage/ Courier Expenses	5,185.99	423,393.95	4,476.97	313,649.99
Telephone Expenses	11,257.77	919,105.45	13,101.13	917,846.06
Credit Insurance exp.	13,939.98	1,138,086.10	13,550.19	949,306.55
Insurance Several Exps	2,782.47	227,166.07	3,005.40	210,553.94
Property Tax		-	2,642.25	185,112.18
Taxes from Local Communities	290.00	23,676.14	298.00	20,877.45
Other Expceptional charges	48,773.09	3,981,926.52	207,026.71	14,503,989.39
Fuel	4,792.22	391,245.83	4,790.77	335,634.36
Taxi Costs	823.29	67,214.94	1,487.96	104,244.31
Legal & Administrative Publications		-	126.00	8,827.38
Costs Restaurant	2,712.26	221,433.99	6,696.93	469,177.15
Social Security Contribution -Co.	868.00	70,865.15	868.00	60,810.81
Realised Losses Fixed Asset	43,753.56	3,572,122.68		-
Cost of reach registration	306,086.30	24,989,459.44		-
<b>Total Admin Expenses</b>	<b>529,490.67</b>	<b>43,228,611.09</b>	<b>355,355.24</b>	<b>24,895,670</b>

Schedules of Profit & Loss Account	Yr. 2013-2014		Yr 2012-2013	
	in Euro	In INR	in Euro	In INR
	<b>Employee Cost</b>			
Remuneration General Manager/Salary	45,086.56	3,680,951.30	46,888.09	3,284,911.21
Remunerations Salaried Staff	29,609.25	2,417,354.69	41,577.18	2,912,836.60
Salary Admin Exp.-social security contribution	9,908.57	808,954.23	10,364.86	726,146.98
Charges Proper Employer	854.54	69,766.25	1,200.00	84,070.25
Meal vouchers	1,463.00	119,442.06	2,140.00	149,925.28
Holiday Pay	7,290.85	595,238.66	7,303.89	511,699.88
13th month provision	7,883.60	643,631.89	7,883.60	552,313.52
Services Sd Work	3,179.28	259,562.38	3,094.73	216,812.27
Social security Expenses		-	8,149.75	570,959.60
Expat Compansation Non Taxable	8,310.48	678,483.17	-	-
<b>Total Employee Cost</b>	<b>113,586.13</b>	<b>9,273,384.63</b>	<b>128,602.10</b>	<b>9,009,675.58</b>
<b>Selling &amp; Distribution Cost</b>				
Exhibitions	313.20	25,570.24	17259.52	1,209,177
Gifts To Customers	329.19	26,875.69	668.12	46,808
Costs Trips 100%	20,610.37	1,682,669.25	11371.94	796,702
Hotel Expenses	6,110.99	498,912.68	3169.71	222,065
Commissions Paid	10,552.32	861,511.19	4121.41	288,740
Storage Charges	4,989.20	407,327.64	5490.62	384,665
<b>Total Selling &amp; Distribution Expenses</b>	<b>42,905.27</b>	<b>3,502,866.69</b>	<b>42,081.32</b>	<b>2,948,156</b>
<b>Finance Expenses</b>				
Bank Charges	4,925.88	402,158.08	5723.14	400,955
Bank Interest	18,495.23	1,509,985.26	22795.64	1,597,029
Exchanges Difference / rate Difference		-	14.75	1,033
<b>Total Finance Exp</b>	<b>23,421.11</b>	<b>1,912,143.33</b>	<b>28,533.53</b>	<b>1,999,018</b>
<b>Depreciation</b>				
Furniture		-	1329.15	92,369
New car	6,791.62	554,480.59	6791.67	471,987
Building	4,649.17	379,566.96	13874.08	964,179
Tangible assets		-	85.8	5,963
<b>Total Depreciation</b>	<b>11,440.79</b>	<b>934,047.55</b>	<b>22,080.70</b>	<b>1,534,498</b>