



COMPONENT AUDITOR CLEARANCE MEMORANDUM — AUDIT OF THE COMPONENT'S FINANCIAL INFORMATION

From: BDO China Shu Lun Pan Certified Public Accountants LLP Shenzhen Branch

Date: 22 April 2021

To: Mr. Kartikeya Raval, Deloitte Haskins & Sells, Ahmedabad, India.

In accordance with your instructions dated 10 March 2021, we have audited for purposes of your audit of the consolidated financial statements of Symphony Limited (the "Group"), the accompanying special purpose financial information of Guangdong Symphony Keruilai Air Coolers Co., Ltd. (the "Company") for the year ended 31 March, 2021. This special purpose financial information has been prepared solely to enable the Group to prepare its consolidated financial statements.

Management's Responsibility

Management is responsible for the preparation and presentation of this special purpose financial information on the basis of Symphony Limited's Group's accounting policies, and for such internal control as management determines is necessary to enable the preparation of the special purpose financial information that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this special purpose financial information in accordance with International Standards on Auditing ("ISAs") and your instructions. As requested by you, we planned and performed our audit, including the additional procedures, in accordance with your instructions, using the component materiality and component performance materiality specified in your instructions that we have used in designing the audit procedures to express an opinion on the special purpose financial information of the component alone..

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special purpose financial information. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial information, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the special purpose financial information in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the special purpose financial information.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. The conclusions reached in forming our opinion are based on the component materiality and component performance materiality specified by you, in the context of the audit of the consolidated financial statements of the Group.

We have complied with the requirements of the *Code of Ethics for Professional Accountants* issued by the International Ethics Standards Board for Accountants, including the requirements related to Public Interest Entities.



Opinion

In our opinion, the special purpose financial information for Guangdong Symphony Keruilai Air Coolers Co., Ltd. as of 31 March, 2021 and for the year then ended has been prepared, in all material respects, on the basis of Symphony Limited's Group's accounting policies.

Other Matter

We draw the special purpose financial information users' attention that Guangdong Symphony Keruilai Air Coolers Co., Ltd. had accumulated losses of RMB 127,041,458.67 and its total liabilities exceeded its total assets by RMB 40,379,649.95 as at 31 March 2021. The continuing operation of the Company mainly depends on the financial support from Symphony Limited, which has undertaken to provide such financial support to the Company. Accordingly, the Company has the ability to meet its liabilities in order to avoid the reduction of the production scale in the future.

Restriction on Use and Distribution

This special purpose financial information has been prepared for purposes of providing information to the Group to enable it to prepare its consolidated financial statements. As a result, the special purpose financial information is not a complete set of financial statements of Guangdong Symphony Keruilai Air Coolers Co., Ltd. in accordance with International Financial Reporting Standards, and is not intended to give a true and fair view of the financial position of Guangdong Symphony Keruilai Air Coolers Co., Ltd. as of 31 March, 2021, and of its financial performance, and its cash flows for the year then ended in accordance with International Financial Reporting Standards. The special purpose financial information may, therefore, not be suitable for another purpose.

This report is intended solely for Deloitte Haskins & Sells, Ahmedabad and should not be used by, or distributed to, anyone in the Group, any of its components, or any other third party.

BDO China Shu Lun Pan CPAs LLP Shenzhen Branch

BDO China Shu Lun Pan Certified Public Accountants LLP Shenzhen Branch

Shenzhen, The People's Republic of China

Guangdong Symphony Keruilai Air Coolers Co., Ltd
BALANCE SHEET AS AT MARCH 31, 2021
(In RMB)

Particulars	Note	As at 31/3/2021	As at 31/03/2020
I ASSETS			
(1) Non-current assets			
(a) Property, plant and equipment	2(A)	3,103,066.72	3,422,429.49
(b) Right-of-use asset	2(A)	41,715.00	1,670,726.38
(b) Capital work - in - Progress	2(C)	-	-
(c) Other intangible assets	2(B)	593,468.47	275,420.81
(d) Other non-current assets	3	738,677.22	2,135,127.21
Total Non-current assets		4,476,927.41	7,503,703.89
(2) Current assets			
(a) Inventories	4	5,300,736.90	6,797,053.76
(b) Financial assets			
(i) Trade receivables	5	397,072.49	277,057.16
(ii) Cash and cash equivalents	6	4,990,455.63	2,169,917.38
(iii) Other financial assets	7	-	98,528.76
(c) Other current assets	8	1,046,292.62	1,492,023.77
Total Current assets		11,734,557.64	10,834,580.83
Total Assets		16,211,485.05	18,338,284.72
II EQUITY AND LIABILITIES			
(1) Equity			
(a) Equity share capital	9	85,000,000.00	85,000,000.00
(b) Other equity	10	(125,379,649.95)	(117,512,487.01)
Total Equity		(40,379,649.95)	(32,512,487.01)
(2) Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	11	39,753,266.83	
(ii) Lease liabilities	12	-	41,715.00
		39,753,266.83	41,715.00
(3) Current liabilities			
(a) Financial liabilities			
(i) Borrowings	13	-	30,944,555.56
(ii) Trade payables	14	11,588,988.27	12,599,872.04
(iii) Lease liabilities	15	41,715.00	1,629,011.38
		11,630,703.27	45,173,438.98
(b) Other current liabilities	16	4,820,824.45	5,310,904.60
(c) Provisions	17	386,340.45	324,713.15
Total Current liabilities		16,837,868.17	50,809,056.73
Total Liabilities		56,591,135.00	50,850,771.73
Total Equity and Liabilities		16,211,485.05	18,338,284.72
See accompanying notes forming part of the financial statements	1-32		

Guangdong Symphony Keruilai Air Coolers Co., Ltd

STATEMENT OF PROFIT AND LOSS FOR THE NINE MONTHS ENDED MARCH 31, 2021

(In RMB)

Particulars	Note	Yecr Ended 31/3/2021	Year Ended 31/03/2020
I Gross Revenue from Sale of Products	15	36,169,790.28	41,056,101.82
Less: Excise Duty	15	-	-
Net Revenue from Sale of Products	15	36,169,790.28	41,056,101.82
Other Operating Revenue	15	-	-
I Revenue from Operations	17	36,169,790.28	41,056,101.82
II Other income	18	350,184.12	582,194.23
III Total Revenue (I + II)		36,519,974.40	41,638,296.05
IV Expenses:			
Cost of materials consumed	19	22,667,873.11	22,677,093.76
Changes in inventories of finished goods, work-in-progress and stock-in-trade	20	699,279.99	3,718,304.75
Employee benefits expense	21	10,264,169.83	12,097,654.88
Finance costs	22	1,861,680.74	1,452,208.31
Depreciation and amortisation expense	2	3,196,319.71	3,078,361.15
Advertisement and Sales Promotion Expenses		676,234.45	532,113.96
Other Expenses	23	5,021,579.51	5,668,983.43
Total Expenses (IV)		44,387,137.34	49,224,720.24
V (Loss) before Tax (III – IV)		(7,867,162.94)	(7,586,424.19)
VI Tax expense:			
(1) Current tax		-	-
(2) Short / (Excess) provision of tax relating to previous years		-	-
(3) Net current tax		-	-
(4) Deferred tax		-	-
Net tax expense (VI)		-	-
VII (Loss) for the year (V - VI)		(7,867,162.94)	(7,586,424.19)
VIII Other comprehensive income			
Items that will not to be reclassified to profit or loss :			
(i) Remeasurements of the defined benefit plans		-	-
(ii) Income tax effect on above		-	-
Items that will be reclassified to profit or loss :			
(i) Gain / (Loss) on Items designated as Fair Value Through Other Comprehensive Income		-	-
(ii) Income tax effect on above		-	-
Total other comprehensive income (VIII)		-	-
IX Total comprehensive income for the year (VII+VIII)		(7,867,162.94)	(7,586,424.19)
X Earnings per equity share of face value of RMB _/- each :			
(1) Basic	24	-	-
(2) Diluted	24	-	-
See accompanying notes forming part of the financial statements	1-32		

Guangdong Symphony Keruilai Air Coolers Co., Ltd**STATEMENT OF CHANGES IN EQUITY FOR NINE MONTHS ENDED MARCH 31, 2021****A EQUITY SHARE CAPITAL**

	No. of Shares	Amount in RMB
Balance as at March 31, 2020	-	85,000,000
Add: Issued during the period	-	-
Balance as at March 31, 2021	-	85,000,000

B OTHER EQUITY

Particulars	Amount in RMB			
	Securities Premium Account	Capital Reserve	Retained Earnings	Total
Balance as on March 31, 2020	1,600,897.94	60,910.78	(119,174,295.73)	(117,512,487.01)
Total Comprehensive Income for the period	-	-	(590,719.45)	(590,719.45)
	-	-	-	-
IND AS adjustment in Other Equity				
Balance as on June 30, 2020	1,600,897.94	60,910.78	(119,765,015.18)	(118,103,206.46)
Profit during the period	-	-	(7,867,162.94)	(7,867,162.94)
Other Comprehensive Income for the period, net of income tax	-	-	-	-
Total Comprehensive Income for the period	-	-	(7,867,162.94)	(7,867,162.94)
IND AS adjustment in Other Equity	-	-	-	-
Balance as on March 31, 2021	1,600,897.94	60,910.78	(127,041,458.67)	(125,379,649.95)

Guangdong Symphony Keruilai Air Coolers Co., Ltd
STATEMENT OF CASH FLOWS FOR NINE MONTHS ENDED MARCH 31, 2020

(In RMB)

	Year Ended 31/3/2021	Year Ended 31/03/2020
A CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) for the year	(7,867,162.94)	(7,586,424.19)
Adjustments For:		
Depreciation and amortization expenses	3,196,319.71	3,078,361.15
Finance costs recognised in profit or loss	1,861,680.74	1,452,208.31
Interest Income recognised in profit or loss	(13,157.80)	(3,868.33)
Gain on disposal of property, plant and equipment	(232,650.22)	-
Provisions / Liabilities no longer required written back	-	(321,657.98)
Operating Profit Before Working Capital Changes	(3,054,970.51)	(3,381,381.04)
Movements in working capital:		
(Increase)/Decrease in trade and other receivables	(120,015.33)	778,234.48
Decrease in inventories	1,496,316.86	3,245,214.24
Decrease in other assets	1,292,367.71	1,030,611.46
Increase/(Decrease) in trade payables	(1,010,883.77)	(995,549.23)
Increase/(Decrease) in other liabilities	(490,080.15)	1,378,140.44
(Decrease) in provisions	61,627.30	(304,292.50)
Cash Generated from Operations	(1,825,637.89)	1,750,977.85
Income taxes paid	-	-
Net Cash generated / (Used) in Operating Activities (A)	(1,825,637.89)	1,750,977.85
B CASH FLOW FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment, intangible assets and capital advances	(999,161.01)	(1,019,135.04)
Proceeds from disposal of property, plant and equipment	314,160.20	-
Interest received	13,157.80	3,868.33
Net Cash Used in Investing Activities (B)	(671,843.01)	(1,015,266.71)
C CASH FLOW FROM FINANCING ACTIVITIES		
Finance cost paid	(1,861,680.74)	(1,452,208.31)
Payments on lease liabilities	(1,629,011.38)	(1,549,724.54)
Proceeds from borrowings	8,808,711.27	1,845,388.93
Net Cash generated / (Used) in Financing Activities (C)	5,318,019.15	(1,156,543.92)
Net Decrease in Cash & Cash Equivalents (A+B+C)	2,820,538.25	(420,832.78)
Cash & Cash Equivalents at the beginning of the year	2,169,917.38	2,590,750.16
Cash & Cash Equivalents at the end of the year	4,990,455.63	2,169,917.38
Cash on Hand	40,508.37	58,457.54
Balances with Schedule Bank in Current Account	4,949,947.26	2,111,459.84
Cash & Cash Equivalents included in Note no.6	4,990,455.63	2,169,917.38

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(2) Property, Plant and Equipment, Capital Work-In-Progress & Other Intangible Assets

(In RMB)

	Plant Property Equipment					Total (A)	Other Intangible Assets			Total (B)	Grand Total (A+B+C)
	Right-of-use asset	Plant & Machinery	Vehicles	Office Equipments	Computers		Softwares	Trademarks	Patent right		
Gross Block											
Disposals	-	-	5,384.62	25,105.40	-	30,490.02	-	-	-	-	30,490.02
As at 31/03/2020	3,220,450.92	16,928,835.01	101,180.45	2,709,202.54	644,133.03	23,603,801.95	1,874,032.45	2,038,834.95	15,990,000.00	19,902,867.40	43,506,669.35
Additions		964,898.35		7,431.86		972,330.21	675,172.99			675,172.99	1,647,503.20
Disposals		2,063,305.13				2,063,305.13				-	2,063,305.13
As at 31/3/2021	3,220,450.92	15,830,428.23	101,180.45	2,716,634.40	644,133.03	22,512,827.03	2,549,205.44	2,038,834.95	15,990,000.00	20,578,040.39	43,090,867.42
Accumulated Depreciation and Amortization											
As at 31/03/2020	1,549,724.54	13,562,188.98	101,180.45	2,657,283.43	640,268.68	18,510,646.08	1,739,062.59	2,023,219.90	15,865,164.10	19,627,446.59	38,138,092.67
As at 30/09/2020	2,354,070.60	13,804,349.35	101,180.45	2,670,286.54	641,255.82	19,571,142.76	1,874,208.74	2,026,978.22	15,900,225.12	19,801,412.08	39,372,554.84
Depreciation and Amortization For The Year	1,629,011.38	1,183,666.96		24,545.87	1,970.17	2,839,194.38	279,839.21	7,501.18	69,784.94	357,125.33	3,196,319.71
Eliminated on disposals of assets		1,981,795.15				1,981,795.15				-	1,981,795.15
As at 31/3/2021	3,178,735.92	12,764,060.79	101,180.45	2,681,829.30	642,238.85	19,368,045.31	2,018,901.80	2,030,721.08	15,934,949.04	19,984,571.92	39,352,617.23
Net Block											
As at 31/03/2020	1,670,726.38	3,366,646.03	-	51,919.11	3,864.35	5,093,155.87	134,969.86	15,615.05	124,835.90	275,420.81	5,368,576.68
As at 31/3/2021	41,715.00	3,066,367.44	-	34,805.10	1,894.18	3,144,781.72	530,303.64	8,113.87	55,050.96	593,468.47	3,738,250.19

Guangdong Symphony Kerulai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(3) OTHER NON-CURRENT ASSETS (In RMB)

Particulars	As at 31/3/2021	As at 31/03/2020
Unsecured, considered good		
Capital advances	39,184.80	687,526.99
Prepaid expenses	699,492.42	1,447,600.22
	738,677.22	2,135,127.21

(4) INVENTORIES

Particulars	As at 31/3/2021	As at 31/03/2020
Raw materials (Including Packing Material)	3,388,897.07	4,185,933.94
Work-in-Progress	-	-
Finished Goods	1,911,839.83	2,611,119.82
	5,300,736.90	6,797,053.76

(5) TRADE RECEIVABLES

Particulars	As at 31/3/2021	As at 31/03/2020
Considered good - Unsecured	397,072.49	277,057.16
Credit impaired	-	-
Less : Allowances for credit losses	-	-
	397,072.49	277,057.16

Majority business of the Company is on Cash and Carry basis, for credit business the Company trades with recognised and credit worthy third parties. In addition, receivable balances are monitored on an on-going basis with the result that the Company's exposure to bad debts is not significant. The Company has used a practical expedient by computing the expected credit loss allowance for trade receivables for credit sales based on provision matrix. The provision matrix takes into account historical credit loss experience and adjusted for forward-looking information. The expected credit loss allowance is based on the ageing of the days the receivables are due and the rates as given in the provision matrix. The provision matrix at the end of the reporting period is as follows:

Movement in the expected credit loss allowance

	As at 31/3/2021	As at 31/03/2020
Balance at beginning of the year	-	254,552.06
Change in allowance for credit impairment during the year	-	-
Trade receivables written off during the year	-	(254,552.06)
Balance at end of the year	-	-

The concentration of credit risk is limited due to the fact that the customer base is large and unrelated.

(6) CASH & CASH EQUIVALENTS

Particulars	As at 31/3/2021	As at 31/03/2020
Cash and Cash Equivalents		
Cash on Hand	26,245.48	15,449.18
Balance with employees Imprest account	14,262.89	43,008.36
Balance with banks in current accounts	4,949,947.26	2,111,459.84
	4,990,455.63	2,169,917.38

(7) OTHER FINANCIAL ASSETS

Particulars	As at 31/3/2021	As at 31/03/2020
Export Incentive Receivable	-	98,528.76
	-	98,528.76

(8) OTHER CURRENT ASSETS

Particulars	As at 31/3/2021	As at 31/03/2020
Advance for supply of goods and rendering of services		
Unsecured, considered good	533,339.85	1,048,369.63
Prepaid expenses	512,952.77	443,654.14
Balance with statutory / government authorities	-	-
Other Loans and advances	-	-
	1,046,292.62	1,492,023.77

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(9) EQUITY SHARE CAPITAL		(In RMB)
Particulars	As at 31/3/2021	As at 31/03/2020
Authorised : each	<u>85,000,000.00</u>	<u>85,000,000.00</u>
Issued, Subscribed & Paid up : ____Equity Shares of RMB____/- each fully	<u>85,000,000.00</u>	<u>85,000,000.00</u>
	<u>85,000,000.00</u>	<u>85,000,000.00</u>

(10) OTHER EQUITY

Particulars	As at 31/3/2021	As at 31/03/2020
Securities Premium Account	1,600,897.94	1,600,897.94
Capital Reserve	60,910.78	60,910.78
Retained Earnings	<u>(127,041,458.67)</u>	<u>(119,174,295.73)</u>
	<u>(125,379,649.95)</u>	<u>(117,512,487.01)</u>

10.1 Securities Premium Account

Particulars	As at 31/3/2021	As at 31/03/2020
Closing balance	1,600,897.94	1,600,897.94

10.2 Capital Reserve

Particulars	As at 31/3/2021	As at 31/03/2020
Closing balance	60,910.78	60,910.78

10.3 Retained Earnings

Particulars	As at 31/3/2021	As at 31/03/2020
Opening balance	(119,174,295.73)	(111,587,871.54)
Add: Profit/ (Loss) for the year	<u>(7,867,162.94)</u>	<u>(7,586,424.19)</u>
Closing balance	<u>(127,041,458.67)</u>	<u>(119,174,295.73)</u>

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(11) NON-CURRENT BORROWINGS			(In RMB)
Particulars	As at 31/3/2021	As at 31/03/2020	
Unsecured			
Loan from related party	39,753,266.83	-	
	39,753,266.83	-	
(12) OTHER NON-CURRENT FINANCIAL LIABILITIES			
Particulars	As at 31/3/2021	As at 31/03/2020	
Lease liabilities	-	41,715.00	
	-	41,715.00	
(13) BORROWINGS			
Particulars	As at 31/3/2021	As at 31/03/2020	
Unsecured			
Loan from Bank	-	30,500,000.00	
Interest Payable Accrued But Not Due	-	444,555.56	
	-	30,944,555.56	
(14) TRADE PAYABLES			
Particulars	As at 31/3/2021	As at 31/03/2020	
Trade Payables	11,588,988.27	12,599,872.04	
	11,588,988.27	12,599,872.04	
(15) OTHER FINANCIAL LIABILITIES			
Particulars	As at 31/3/2021	As at 31/03/2020	
Lease liabilities	41,715.00	1,629,011.38	
	41,715.00	1,629,011.38	
(16) OTHER CURRENT LIABILITIES			
Particulars	As at 31/3/2021	As at 31/03/2020	
Advance from customers	4,355,206.63	5,036,199.40	
Statutory dues	365,617.82	194,705.20	
Other payables	100,000.00	80,000.00	
	4,820,824.45	5,310,904.60	
(17) PROVISIONS			
Particulars	As at 31/3/2021	As at 31/03/2020	
Provision for			
Warranty	386,340.45	324,713.15	
	386,340.45	324,713.15	
	As at 31/3/2021	As at 31/03/2020	
Opening balance	324,713.15	629,005.65	
Additional provisions recognised	62,996.45	70,771.97	
Reductions arising from payments	(1,369.15)	(39,372.95)	
Reductions arising from remeasurement or settlement without cost	-	(335,691.52)	
Closing balance	386,340.45	324,713.15	

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(18) REVENUE FROM OPERATIONS (In RMB)

Particulars	Year Ended 31/3/2021	Year Ended 31/03/2020
Gross Revenue from Sale of Products	36,169,790.28	41,056,101.82
Less: Excise Duty	-	-
Revenue from Sale of Products	<u>36,169,790.28</u>	<u>41,056,101.82</u>
Other Operating Revenue	-	-
	36,169,790.28	41,056,101.82
Sale of products comprises of :		
Air Coolers	32,679,068.97	38,274,729.56
Others	<u>3,490,721.31</u>	<u>2,781,372.26</u>
	36,169,790.28	41,056,101.82

(19) OTHER INCOME

Particulars	Year Ended 31/3/2021	Year Ended 31/03/2020
Interest Income	13,157.80	3,868.33
Foreign Exchange Fluctuation(Net)		18,494.79
Gain on disposal of property, plant and equipment	232,650.22	-
Other Non Operating Income	<u>104,376.10</u>	<u>559,831.11</u>
	350,184.12	582,194.23

(20) COST OF MATERIALS CONSUMED

Particulars	Year Ended 31/3/2021	Year Ended 31/03/2020
Opening Stock of Raw Materials	4,185,933.94	3,712,843.43
Add: Purchases	21,870,836.24	23,150,184.27
Less: Closing Stock of Raw Materials	<u>3,388,897.07</u>	<u>4,185,933.94</u>
	22,667,873.11	22,677,093.76

(21) CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE

Particulars	Year Ended 31/3/2021	Year Ended 31/03/2020
Opening Stock		
Work-in-Progress	-	1,199,848.00
Finished Goods	2,611,119.82	5,129,576.57
Less:		
Closing Stock		
Work-in-Progress	-	-
Finished Goods	<u>1,911,839.83</u>	<u>2,611,119.82</u>
	699,279.99	3,718,304.75

(22) EMPLOYEE BENEFITS EXPENSE

Particulars	Year Ended 31/3/2021	Year Ended 31/03/2020
Salaries, Wages and Bonus	9,347,528.16	10,560,486.03
Contribution to Provident Fund and Other Funds	480,429.74	994,992.97
Staff Welfare Expenses	<u>436,211.93</u>	<u>542,175.88</u>
	10,264,169.83	12,097,654.88

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(23) FINANCE COSTS			(In RMB)
Particulars	Year Ended 31/3/2021	Year Ended 31/03/2020	
Interest Expenses	1,861,680.74	1,452,208.31	
	1,861,680.74	1,452,208.31	
(22) ADVERTISEMENT AND SALES PROMOTION EXPENSE			
Particulars	Year Ended 31/3/2021	Year Ended 31/03/2020	
Advertisement and Sales Promotion	676,234.45	532,113.96	
Conference and Other Expenses	-	-	
	676,234.45	532,113.96	
(24) OTHER EXPENSES			
Particulars	Year Ended 31/3/2021	Year Ended 31/03/2020	
Stores, Spare parts and Packing Material consum	106,713.45	290,817.89	
Power and Fuel	314,900.33	366,525.72	
Repairs & Maintenance			
Machinery	74,386.21	103,902.92	
Rent	748,107.80	765,516.20	
Rates & Taxes	224,025.81	336,884.18	
Travelling	282,135.03	267,517.19	
Communication Expenses	89,057.61	86,531.02	
Insurance	38,774.82	36,972.50	
Printing and stationery charges	53,840.10	45,474.29	
Legal & Professional Charges	44,870.85	47,572.82	
Payment to Auditors (Refer Note no. 27)	260,463.24	267,840.00	
Vehicle Expenses	16,011.76	88,642.14	
General Expenses	1,155,021.66	1,642,155.18	
Bank Charges	384,390.18	388,173.75	
Foreign Exchange Fluctuation(Net)	95,600.42	-	
Freight & Forwarding Charges	623,215.59	678,729.69	
Warranty Expense	62,996.45	70,771.97	
Sales Commission	419,948.11	168,132.92	
VAT and Sales Tax	27,120.09	16,823.05	
	5,021,579.51	5,668,983.43	
(25) EARNINGS PER SHARE			
Particulars	Year Ended 31/3/2021	Year Ended 31/03/2020	
Face value of Equity Shares (RMB)	-	-	
Net Profit available for Equity Shareholders(In RM	(7,867,162.94)	(7,586,424.19)	
No. of Equity Shares	-	-	
Basic and Diluted EPS (RMB)			

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(26) Segment Reporting

(a) Secondary Segment : Geographical segment

	<u>2020-21</u>	<u>(In RMB)</u> <u>2019-20</u>
(1) Segment Revenue		
China	20,490,846.46	21,677,958.07
Rest of the world	15,678,943.82	19,378,143.75
Net Revenue from Sale of Products	<u>36,169,790.28</u>	<u>41,056,101.82</u>
(2) Segment Profit before Interest and Taxes (PBIT)		
China	(3,062,795.92)	(3,251,134.42)
Rest of the world	(2,942,686.28)	(2,883,081.46)
Total	<u>(6,005,482.20)</u>	<u>(6,134,215.88)</u>
Less: Finance Costs	1,861,680.74	1,452,208.31
Less: Taxes	-	-
Total Profit After Tax	<u>(7,867,162.94)</u>	<u>(7,586,424.19)</u>

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(27) Related Party Disclosures

(In RMB)

Sr no	Name of the Related Parties	Nature of relationship with company	Nature of transaction	2020-21		2019-20	
				Volume of transaction	Balance at the end of the year	Volume of transaction	Balance at the end of the year
1	Symphony Limited	The parent company	Sale of Goods	1,754,284.47	(1,652,828.67)	1,761,563.60	(2,721,736.84)
			Purchase of Goods	-		2,369.91	
			Software Expenses	39,000.00		9,750.00	
			Gurantee Charges Expense	184,842.13		275,372.10	
2	Symphony Limited	The parent company	Loan Given	38,604,225.00	(39,753,266.83)	-	-
			Loan interest	1,149,041.83		-	
3	IMPACO S DE RL DE C V., Mexico	Subsidiary of Symphony Limited	Purchase of Goods	-	1,125.48	-	(385,885.25)
			Sale of Goods	1,211,239.53		2,116,426.83	
4	Climate Technologies Pty. Limited	Subsidiary of Symphony AU Pty. Limited	Purchase of Goods	-	-	-	150,640.00
			Sale of Moulds	273,992.00		-	
			Sale of Goods	982,940.75		681,400.00	
5	Symphony Climatizadores LTDA Brazil	Subsidiary of Symphony Limited	Purchase of Goods	-	369,701.47	-	-
			Sale of Goods	755,998.04		494,468.18	

(28) Auditors' Remuneration (Refer Note no. 23)

	2020-21	2019-20
a) As Auditor	260,463.24	267,840.00
b) In other capacity, in respect of	-	-
i) Tax Audit	-	-
ii) Certification	-	-
iii) Taxation Matters	-	-
	<u>260,463.24</u>	<u>267,840.00</u>

(29) Leases

29.1 : Leasing Arrangement

Effective from April 01, 2019, the Company adopted 'Ind AS 116 – Leases' and applied the Standard to all lease contracts existing as on April 01, 2019 using the modified retrospective method on the date of initial application i.e. April 01, 2019. The impact of Ind AS 116 is as follows:

Balance Sheet

The adoption of Ind AS 116 has resulted in an increase in total assets of RMB 32,20,450.92 and liabilities are increased by RMB 32,20,450.92 as at April 01, 2019.

Statement of profit and loss

Depreciation increased by RMB 15,49,724.54, finance costs increased by RMB 1,18,875.46 due to the interest on lease liabilities and operating lease expenses decreased by RMB 16,68,600.00 during the year ended March 31, 2020.

Statement of cash flows

Cash flows from operating activities increased by RMB 16,68,600.00 with a corresponding increase in cash used in financing activities on account of lease payments during the year ended March 31, 2020.

Operating lease is related to factory rental and temporary warehouse

29.2 : Payment recognised as an expenses

	2020-21	2019-20
Minimum Lease Payments	-	1,668,600.00
Contingent Rentals	-	-
Sub-Lease payment received	-	-
Total	<u>-</u>	<u>1,668,600.00</u>

If there is some Non-cancellable operating lease then, following details are also required:

29.3 : Non-cancellable operating lease commitments

	2020-21	2019-20
Note later than 1 year	41,715.00	1,668,600.00
Later than 1 year and not later than 5 years	-	41,715.00
Later than 5 years	-	-
	<u>41,715.00</u>	<u>1,710,315.00</u>

(30) Details of yearwise carryforward loss of previous years under Income Tax Act. And for how many years the loss can be carryforward.

Item	Year	Loss/profit	Carryforward loss		
Previous Year 9	2011	-1,132,374.92			
Previous Year 8	2012	4,984,460.32			
Previous Year 7	2013	-27,149,967.49			
Previous Year 6	2014	-16,725,689.75			
Previous Year 5	2015	-13,033,552.10			
Previous Year 4	2016	-10,297,905.19	-10,297,905.19		
Previous Year 3	2017	-10,510,050.41	-20,807,955.60		
Previous Year 2	2018	-3,925,711.04	-24,733,666.64		
Previous Year 1	2019	-6,981,780.78	-31,715,447.42		
Current Year	2020	-9,658,586.78	-41,374,034.20	Estimated for 2020	
Total		<u>-94,431,158.14</u>			

(31) Maturities of financial liabilities:

The tables below analyse the Company's financial liabilities into relevant maturity groupings base on their contractual maturities for all non-derivative financial liabilities.

Particulars	As at Mar 31, 2021			
	Less than 1 year	1to 5 years	>5 years	Total
Non-current				
(i) Borrowings		39,753,266.83	-	39,753,266.83
(ii) Lease liabilities		-	-	-
Current				
(i) Borrowings		-	-	-
(ii) Trade payables	11,588,988.27	-	-	11,588,988.27
(iii) Lease liabilities	41,715.00	-	-	41,715.00
Particulars	As at Mar 31, 2020			
	Less than 1 year	1to 5 years	>5 years	Total
Non-current				
(i) Lease liabilities	41,715.00	-	-	41,715.00
Current				
(i) Borrowings	30,944,555.56	-	-	30,944,555.56
(ii) Trade payables	12,599,872.04	-	-	12,599,872.04
(iii) Lease liabilities	1,629,011.38	-	-	1,629,011.38

The surplus funds with the Company and operational cash flows will be sufficient to dispose the financial liabilities within the maturity period.

Guangdong Symphony Keruilai Air Coolers Co., Ltd

Notes forming part of the Financial Statements

(32) Particulars of Unhedged Foreign Currency Exposure as at the Balance Sheet Date

Particulars	2020-21			2019-20		
	Currency	In Foreign Currency	In RMB	Currency	In Foreign Currency	In RMB
Trade Payables	US\$			US\$	-	-
Advance for Import purchases	US\$			US\$	-	-
Advance from Customer	US\$	75,211.58	494,540.26	US\$	277,265.08	1,964,450.80
	GBP			GBP	-	-
Trade Receivable	US\$	59,635.21	391,880.86	US\$	17,694.22	125,365.33
	EURO	-	-	EURO	-	-
Loan Receivable	US\$	-	-	US\$	-	-

(33) Expenditure on Research & Development activities as certified by the Management are as under

<u>Particulars</u>	<u>2020-21</u>	<u>2019-20</u>
Revenue Expenditure		
Material Cost	36,445.70	248,958.53
Other Expenses	148,376.33	64,802.91
Total	<u>184,822.03</u>	<u>313,761.44</u>