

PT AUTOMOTIVE SYSTEMS INDONESIA
FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022

CONTENTS

Pages

DIRECTORS' STATEMENTS

INDEPENDENT AUDITOR'S REPORT

FINANCIAL STATEMENTS

Statement of Net Asset (<i>Liquidation Basis</i>)	1
Statement of Profit or Loss (<i>Liquidation Basis</i>)	2
Statement of Changes in Net Assets (<i>Liquidation Basis</i>)	3
Statement of Cash Flows (<i>Liquidation Basis</i>)	4
Notes to Special-Purpose Financial Statements (<i>Liquidation Basis</i>)	5-9

PT AUTOMOTIVE SYSTEMS INDONESIA
STATEMENT OF NET ASSETS (Liquidation Basis)
As of March 31, 2022

(Expressed in Rupiah, unless otherwise stated)

	Notes	2022	2021
ASSETS			
Cash and cash equivalents	3	44.826.472.590	14.509.836.639
Property, plant and equipment		-	11.147.440.588
TOTAL ASSETS		44.826.472.590	25.657.277.227
LIABILITIES			
Account payable		-	102.897.308
Accrued expenses	4	43.800.000	44.000.000
Tax payable	5	200.000	1.905.506
TOTAL LIABILITIES		44.000.000	148.802.814
TOTAL NET ASSETS		44.782.472.590	25.508.474.413

May 9, 2022



Elango Srinivasan
President Director

See accompanying notes to financial statements which form an integral part of these financial statements.

PT AUTOMOTIVE SYSTEMS INDONESIA
STATEMENT OF PROFIT OR LOSS *(Liquidation Basis)*
For the year ended March 31, 2022

(Expressed in Rupiah, unless otherwise stated)

	<u>Notes</u>	<u>March 31, 2022</u>
REVENUES		
Interest income		123.465.182
Gain on Disposal Assets		21.776.359.412
Foreign exchange loss - net		(310.714.298)
EXPENSES		
General and administrative expenses	7	(2.315.112.119)
PROFIT BEFORE TAX		<u>19.273.998.177</u>
INCOME TAX		
Current tax	5	-
NET PROFIT AFTER TAX		<u><u>19.273.998.177</u></u>

May 9, 2022



Elango Srinivasan
President Director

See accompanying notes to financial statements which form an integral part of these financial statements.

PT AUTOMOTIVE SYSTEMS INDONESIA
STATEMENT OF CHANGES IN NET ASSETS *(Liquidation Basis)*
For the year ended March 31, 2022

(Expressed in Rupiah, unless otherwise stated)

	Net Assets			Total
	Share Capital	Foreign exchange rate difference on paid in capital	Retained Earnings	
Balance as of March 31, 2021	24.694.328.700	(440.246.700)	1.254.392.413	25.508.474.413
Profit current year	-	-	19.273.998.177	19.273.998.177
Balance as of March 31, 2022	24.694.328.700	(440.246.700)	20.528.390.590	44.782.472.590

See accompanying notes to financial statements which form an integral part of these financial statements.

PT AUTOMOTIVE SYSTEMS INDONESIA
STATEMENT OF CASH FLOWS *(Liquidation Basis)*
For the year ended March 31, 2022

(Expressed in Rupiah, unless otherwise stated)

	2022
Profit before income tax	19.273.998.177
Added (deducted) items not affecting operating cash flows:	
Gain on sale of fixed assets	(21.776.359.412)
Changes in current assets and short-term liabilities:	
Account payable	(102.897.308)
Accrued expense	(200.000)
Tax payable	(1.705.506)
Net cash flows provided from (used in) operating activities	(2.607.164.049)
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceed from sale of fixed assets	32.923.800.000
Net cash flows provided from (used in) investing activities	32.923.800.000
Net Increase in cash and cash equivalents	30.316.635.951
Cash and cash equivalents at the beginning of the year	14.509.836.639
Cash and cash equivalents at the end of the year	44.826.472.590

See accompanying notes to financial statements which form an integral part of these financial statements.

PT AUTOMOTIVE SYSTEMS INDONESIA
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS *(liquidation basis)*
For the year ended March 31, 2022

(Expressed in Rupiah, unless otherwise stated)

1. GENERAL

a. Establishment and General Information

PT AUTOMOTIVE SYSTEMS INDONESIA ("the Company") is a foreign direct investment company established based on Notarial Deed DR. A, Partomuan Pohan, SH., LL.M., No. 9 dated April 12, 2006 which was approved by the Ministry of Law and Human Rights on May 1, 2006 No. C-12416 HT.01.01.TH.2006. Articles of association of the company has been amended based on Notary Deed of DR. A, Partomuan Pohan, SH., LL.M., No. 6, dated May 7, 2009, on duty and authority of the Board of Director and the alteration of the composition of Board of Executive Decision of Extra ordinary Shares Holder General Meeting. The Company obtained the investment approval from the Capital Investment Coordinating Board (BKPM) based on decision letter No. 298/I/PMA/2006 dated March 17, 2006. The last approval from the Capital Investment Coordinating Board (BKPM) based on decision letter No. 236/1/IP/PMA/2017 dated January 19, 2017.

The scope of activities comprises producing and marketing on two and three wheels components and spare parts, for domestic and export market.

At the Extraordinary Meeting of the Shareholders on September 25, 2018, the shareholders agreed to the resignation of Mr. Kalathur Seshadri from his position as Commissioner, Mr. Subraniam Sampath from his position as President Director and Mr. Subhasis Dey from his position as Director of the Company, and the appointment of Mr. Arvind Balaji as Commissioner, Mr. Elango Srinivasan as President Director and Mr. Ravinder Kumar also Mr. Raman Umashankar as Director of the Company, effective on September 29, 2018. This change was notarised by deed of public notary Ashoya Ratam No. 93 dated September 29, 2018 and was approved by the Minister of Law and Human Rights of the Republic of Indonesia in Decision Letter No. AHU-AH.01.03-0246482.

b. Board of Commissioner and Directors

The composition of the Company's Board of Commissioner and Directors as of March 31, 2022 and 2021 were as follows:

Commissioner	: Mr. Arvind Balaji
President Director	: Mr. Elango Srinivasan
Director	: Mr. Ravinder Kumar
Director	: Mr. Raman Umashankar

c. Liquidation Basis

The shareholders of the Company has decided to discontinue its operational activities and to liquidate the Company. This decision has been approved in the Circular Resolutions In Lieu of the Extraordinary General Meeting of the Shareholders of the Company which was notarized by Notarial Deed No. 51 dated March 30, 2022 of Notary Ashoya Ratam, SH, MKn.. For the liquidation process, the Shareholder has appointed Mr. Elango Srinivasan as the Liquidator. The amendment has not been reported to the Ministry of Justice and Human Right of Republic of Indonesia. As a result, the financial statements of the Company for the period March 31, 2022 have been prepared on a liquidation basis. Accordingly, assets have been valued at estimated net realizable value and liabilities valued at the resources that will be issued to settle the liabilities, include estimated costs associated with the carrying out the plan of liquidation.

PT AUTOMOTIVE SYSTEMS INDONESIA
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS *(liquidation basis)*
For the year ended March 31, 2022

(Expressed in Rupiah, unless otherwise stated)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of preparation of financial statement

The financial statements as of March 31, 2022 are prepared based on liquidation basis. The financial statements presented on single year, which are not presented with comparative figures of previous year except for statements of financial position and related disclosures. The financial statements consist of statements of net assets, statements of profit or loss, statements of changes in net assets, statements of cash flows, and notes to the financial statements. Assets are presented in the net assets statement that can be realized based on the estimated liability for each category. Liabilities recognized at the resources that will be issued to settle the liabilities, include estimated costs associated with the carrying out the plan of liquidation.

Revenue, if any, recognized when the Company has right to bill, performed its obligation, measurable and probable to collect of the cash. Expense recognized in profit loss statement when incurred.

The Company financial statements has been prepared based on fiscal year of April - March.

b. Recording and Presenting Currencies

The financial statements recorded and represented in Rupiah currency. Transactions involving foreign currencies were recorded in Rupiah at the rates of exchange prevailing at the time the transactions were made. At the reporting date, monetary assets and liabilities denominated in foreign currencies were adjusted to reflect the average of the selling and buying rates of exchange prevailing at the last banking transactions date of the year as published by Bank Indonesia, and any resulting gains or losses were credited or charged to statement of profit or loss and statement of changes in net assets.

Middle exchange rate of Bank Indonesia at March 31, 2022 was IDR14.349. Gain or loss from foreign exchange were charged credited to current year income.

3. CASH AND CASH EQUIVALENTS

	2022	2021
IDR:		
Bank SBI Indonesia	32.624.640.929	216.335.100
USD:		
Bank SBI Indonesia	7.186.272	668.681.539
Time deposit	12.194.645.389	13.624.820.000
	44.826.472.590	14.509.836.639

PT AUTOMOTIVE SYSTEMS INDONESIA
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS *(liquidation basis)*
For the year ended March 31, 2022

(Expressed in Rupiah, unless otherwise stated)

4. PROPERTY, PLANT AND EQUIPMENT

	2022			
	Beginning balance	Addition	Deduction	Ending balance
Cost				
Land	11.147.440.588	-	11.147.440.588	-
Accumulated Depreciation				
Land	-	-	-	-
Book Value	11.147.440.588			-

On March 25, 2022, the Company has sold land with the consideration price amounted to IDR33.768.000.000, consist of:

- Certificate of Building Rights number 00029/Sirnabaya, over a plot of land according to the Measurement Letter dated August 3, 2006 number 00013/Sirnabaya covering an area of 9.670 M2 (nine thousand six hundred and seventy Square meters) located at Permata V Street Lot EE2, Karawang, West Java.
- Certificate of Building Rights number 00030/Sirnabaya, over a plot of land according to the Measurement Letter dated August 3, 2006 number 00014/Sirnabaya covering an area of 18.470 M2 (eighteen thousand four hundred and seventy Square meters) located at Permata V Street Lot EE2, Karawang, West Java.

The company recorded gain on sale of the fixed assets of IDR21.776.359.412.

4. ACCRUED EXPENSES

	2022
Professional fee	43.800.000
	<u>43.800.000</u>

5. TAXATION

a. Taxes Payable

	2022
Withholding tax, article 23	200.000
Income tax art 29	-
	<u>200.000</u>

PT AUTOMOTIVE SYSTEMS INDONESIA
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS *(liquidation basis)*
For the year ended March 31, 2022

(Expressed in Rupiah, unless otherwise stated)

5. TAXATION

b. Corporate income tax calculation

Reconciliation between profit before corporate income tax as shown in the statements of income and the Company's estimated taxable income for the years ended March 31, 2022 was as follow:

	2022
Profit before corporate income tax	19.273.998.177
Correction	
Temporary differences	-
Permanent differences	(20.784.575.191)
Income (loss) after reconciliation	(1.510.577.014)
Tax loss carried forward compensation	-
Estimated taxable income	(1.510.577.014)
Corporate income tax (Tax Rate 12,5%)	-
Less prepaid tax	
- Income tax article 25	-
Income tax	-

6. SHAREHOLDERS' EQUITY

The composition of the Company's shareholders as of March 31, 2022 was as follow:

Shareholders	number of share	Nominal Value		Percentage of ownership
		USD	IDR	
India Nippon Electrical Ltd.	27.000	2.700.000	24.686.100.000	99,97%
Lucas - TVS Ltd.	9	900	8.228.700	0,03%
	27.009	2.700.900	24.694.328.700	100%

7. REVENUES

	2022
Interest income	123.465.182
Gain on Disposal of Asset	21.776.359.412
Gain (loss) on foreign exchange	(310.714.298)
	21.589.110.296

PT AUTOMOTIVE SYSTEMS INDONESIA
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS *(liquidation basis)*
For the year ended March 31, 2022

(Expressed in Rupiah, unless otherwise stated)

8. GENERAL AND ADMINISTRATIVE EXPENSES

	2022
Commission fee	1.114.344.000
Estate service fee	960.198.031
Other tax	109.459.680
Professional fee	107.800.000
Travelling expense	11.376.000
Visa & Immigration fee	9.000.000
Mailing and delivery expense	2.015.813
Bank charges	555.600
Stamp duty	347.995
Office supplies	15.000
	2.315.112.119

9. SUBSEQUENT EVENT

According to Notarial Deed No 51 dated March 30, 2022, the shareholders agreed to giving an authorization for management to make cash dividend with maximum amount of IDR 38.000.000.000. The authorization effective on April 1, 2022. The Company did not yet record the decision in the financial statements for the year ended March 31, 2022 and will recording the dividend in the book pf the next year.

10. DATE OF COMPLETION OF PREPARATION OF THE FINANCIAL STATEMENTS

The Company's director are responsible for the presentation and disclosures of the financial statements for the year ended March 31, 2022 which have been completed and approved for issued on May 9, 2022.