

## FACOR MINERALS (NETHERLANDS) B.V. (CONSOLIDATED).

### BALANCE SHEET AS ON MARCH 31, 2018.

<u>Particulars</u>		<u>As On</u> <u>March 31, 2018</u>	<u>As On</u> <u>March 31, 2017</u>
	<u>Note</u>	<u>USD</u>	<u>USD</u>
<b><u>ASSETS</u></b>			
<b><i>FIXED ASSETS</i></b>			
<b><i>INTANGIBLE FIXED ASSETS</i></b>			
Concessions, Licences & Intellectual Properties	1	82,541	89,580
Goodwill		48,72,642	58,63,688
		<u>49,55,183</u>	<u>59,53,268</u>
<b><i>TANGIBLE FIXED ASSETS</i></b>			
Property, Plant & Equipment	2	<u>16,32,909</u>	<u>18,71,450</u>
<b><i>FINANCIAL FIXED ASSETS</i></b>			
Other Non-Current Assets	3	<u>37,031</u>	<u>40,188</u>
<b><i>CURRENT ASSETS</i></b>			
<b><i>STOCK</i></b>			
Inventories - Work in Process & Semi-Finished Goods	4	<u>16,574</u>	<u>17,987</u>
<b><i>RECEIVABLES</i></b>			
Taxes Receivable	5	2,36,248	2,51,062
Trade Receivables	6	1,415	1,535
Prepayments & Accrued Income	7	25,395	25,443
		<u>2,63,058</u>	<u>2,78,040</u>
<b><i>CASH AT BANK</i></b>			
Cash and Cash Equivalentents	8	<u>14,748</u>	<u>19,951</u>
<b><u>TOTAL ASSETS</u></b>		<u><u>69,19,503</u></u>	<u><u>81,80,884</u></u>

  
ASHIM SARAF  
DIRECTOR

## FACOR MINERALS (NETHERLANDS) B.V. (CONSOLIDATED).

### BALANCE SHEET AS ON MARCH 31, 2018.

<u>Particulars</u>		<u>As On</u> <u>March 31, 2018</u>	<u>As On</u> <u>March 31, 2017</u>
	<u>Note</u>	<u>USD</u>	<u>USD</u>
<b><u>EQUITY AND LIABILITIES</u></b>			
<b><u>EQUITY</u></b>			
<b><u>SHAREHOLDERS EQUITY</u></b>			
Issued & Paid-up Share Capital	9	23,01,605	23,01,605
Share Premium Reserve	10	1	1
Statutory Reserves	11	-18,93,388	-13,43,145
Other Reserves	12	-72,80,446	-65,49,302
		<u>-68,72,228</u>	<u>-55,90,841</u>
<b><u>MINORITY INTEREST</u></b>	13	<u>-6,51,939</u>	<u>-4,20,820</u>
<b><u>LIABILITIES</u></b>			
<b><u>LONG TERM LIABILITIES</u></b>			
Debts to Credit Institutions	14	0	0
Debts to Related Parties & Other Companies	15	1,12,29,810	1,12,29,810
Other Debts	16	2,594	647
		<u>1,12,32,404</u>	<u>1,12,30,457</u>
<b><u>CURRENT LIABILITIES</u></b>			
Debts to Credit Institutions	17	11,88,401	11,88,401
Trade and Other Creditors	18	5,38,294	4,53,368
Debts to Related Parties	19	5,00,000	5,00,000
Debts to Shareholders	20	3,05,000	3,05,000
Other Debts	21	6,79,571	5,15,319
		<u>32,11,266</u>	<u>29,62,088</u>
<b><u>TOTAL EQUITY AND LIABILITIES</u></b>		<u>69,19,503</u>	<u>81,80,884</u>

  
ASHIM SARAF  
DIRECTOR

## FACOR MINERALS (NETHERLANDS) B.V. (CONSOLIDATED).

### PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING ON MARCH 31, 2018.

<u>Particulars</u>	<u>Note</u>	<u>Year Ended</u>	<u>Year Ended</u>
		<u>March 31, 2018</u>	<u>March 31, 2017</u>
		<u>USD</u>	<u>USD</u>
Sales	22	0	0
Cost of Sales	23	0	0
<b>GROSS OPERATING RESULT</b>		<b>0</b>	<b>0</b>
Amortisation - Intangible Fixed Assets	24	9,91,046	9,91,046
Marketing & Selling Expenses	25	0	1,732
General Expenses	26	80,384	92,760
<b>TOTAL OPERATING COSTS</b>		<b>10,71,430</b>	<b>10,85,538</b>
<b>OPERATING RESULT</b>		<b>-10,71,430</b>	<b>-10,85,538</b>
Interest Income & Similar Revenues	27	962	1,066
Interest Expenses & Similar Costs	28	-2,01,108	-1,51,571
<b>SUM OF FINANCIAL INCOME &amp; EXPENSES</b>		<b>-2,00,146</b>	<b>-1,50,505</b>
<b>RESULT ON ORDINARY ACTIVITIES (BEFORE TAX)</b>		<b>-12,71,576</b>	<b>-12,36,043</b>
Taxation	29	-3,110	0
Result Minority Interest	30	1,66,024	1,27,150
<b>RESULT ON ORDINARY ACTIVITIES (AFTER TAX)</b>		<b>-11,08,662</b>	<b>-11,08,893</b>
Non Operating Profits	31	0	0
Non Operating Losses	32	-1,04,973	-81,883
<b>OTHER PROFITS</b>		<b>-1,04,973</b>	<b>-81,883</b>
<b>RESULT AFTER TAXATION</b>		<b>-12,13,635</b>	<b>-11,90,776</b>

  
ASHIM SARAF  
DIRECTOR

## **2.3 Notes to the consolidated annual report**

### **GENERAL**

Facor Minerals (Netherlands) B.V. (the Company) is incorporated on 29 June 2012. The Company's first financial year ends at 31 March 2013.

#### **Activities**

The activities of the Company, having its registered office at Claudius Prinsenlaan 1444818, CP Breda, primarily consist of:

- Mine exploration in Turkey

#### **Consolidation**

The consolidated financial statements include the financial data of the Company and its group companies. Group companies are participating interests in which the Company has a direct and indirect controlling interest. When determining whether controlling interest exists, financial instruments containing potential voting rights are included.

In the consolidated accounts the following subsidiaries of the Company are fully consolidated.

- Facor Turkukrom Mining (Netherlands) B.V. (FTM), held by the Company for 51%
- Cati Madencilik Ithalat ve Ihracat A.S., Turkey, held by FTM for 100%

The consolidated annual accounts have been prepared according to the accounting policies for valuation and determining results of the Company.

#### **Going concern**

In the year ended 31 March 2018 the Company incurred a net loss of USD 1,240,920. As of 31 March 2018 the Company had an accumulated deficit of USD 6,899,513. However the Company's management believes that its shareholders, creditors and related parties will continue to provide adequate facilities and funding and other ongoing support to the Company, and that, accordingly, preparation of the financial statements on a going concern basis is appropriate.

#### **Estimates**

The preparation of financial statements in conformity with the relevant rules requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. If necessary for the purposes of providing the view required under Section 362(1), Book 2, of the Netherlands Civil Code, the nature of these estimates and judgments, including the related assumptions, is disclosed in the notes to the financial statement items in question.

## **PRINCIPLES OF VALUATION OF ASSETS AND LIABILITIES**

### **General**

The company financial statements have been prepared in accordance with the statutory provisions of Part 9, Book 2, of the Netherlands Civil Code and the firm pronouncements in the Dutch Accounting Standards as issued by the Dutch Accounting Standards Board.

The accounting policies for the company financial statements and the consolidated financial statements are the same. Group companies are stated at net asset value.

In general, assets and liabilities are stated at the amounts at which they were acquired or incurred, or current value. If not specifically stated otherwise, they are recognised at the amounts at which they were acquired or incurred.



## 2.3 Notes to the consolidated annual report

### Foreign currencies

#### *Functional currency*

Items included in the financial statements of group companies are measured using the currency of the primary economic environment in which the respective group company operates (the functional currency). The consolidated financial statements are presented in US Dollar, which is the functional and presentation currency of the Company.

#### *Transactions, receivables and debts*

Foreign currency transactions in the reporting period are translated into the functional currency using the exchange rates prevailing at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the rate of exchange prevailing at the balance sheet date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates are recognised in the income statement, except when deferred in equity as qualifying hedges.

Translation differences on non-monetary assets held at cost are recognised using the exchange rates prevailing at the dates of the transactions (or the approximated rates).

Translation differences on non-monetary assets such as equities held at fair value through profit or loss are recognised in profit or loss as part of the fair value gain or loss.

Translation differences on intragroup long term loans that effectively constitute an increase or decrease in net investments in a foreign operation are directly recognised in equity as a component of the legal reserve for translation differences.

Translation differences on foreign-currency loans contracted to finance a net investment in a foreign operation are recognised in the legal reserve for translation differences if and when such loans effectively hedge the exchange rate exposure on that net investment in a foreign operation.

#### **Intangible fixed assets**

Intangible assets are stated at historical cost less amortisation. Allowance is made for any impairment losses expected; a loss qualifies as an impairment loss if the carrying amount of the asset (or of the cash-generating unit to which it belongs) exceeds its recoverable amount.

Amortisation percentages:

Concessions, licenses and intellectual properties	10 %
Goodwill	10 %

#### **Tangible fixed assets**

The tangible fixed assets are valued at acquisition price or manufacturing costs, less the accumulated depreciation and any special downward value adjustments. The depreciation is based on the expected useful life and is calculated on the basis of a fixed percentage of the acquisition price or manufacturing costs, taking into account any residual value. Depreciation is applied as from the moment the asset is put to use. Land is not depreciated.

Tangible fixed assets are capitalised if the economic ownership held by the company is governed by a financial lease agreement. The commitment arising from the financial lease agreement is accounted for as a liability. The interest included in the future lease instalments is charged to the result over the term of the financial lease agreement.

#### **Financial fixed assets**

##### *Receivables*

Upon initial recognition the receivables on and loans to participations and other receivables are valued at fair value and then valued at amortised cost, which equals the face value, after deduction of any provisions.

## 2.3 Notes to the consolidated annual report

### Stock

#### *Work in progress*

The valuation of the work in progress is set at the part of the agreed upon fee for the contracted work, which can be allocated to that work in progress. Revenues and costs are recognised in the profit and loss account based on the progress of the contracted work.

### Receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost. If payment of the receivable is postponed under an extended payment deadline, fair value is measured on the basis of the discounted value of the expected revenues. Interest gains are recognised using the effective interest method. When a trade receivable is uncollectible, it is written off against the allowance account for trade receivables.

### Cash and cash equivalents

Cash and cash equivalents include cash in hand, bank balances and deposits held at call with maturities of less than 12 months. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet. Cash and cash equivalents are stated at face value.

### Equity capital

#### *Share premium reserve*

The share premium reserve concerns the part of issued and paid-up capital that exceeds the nominal value of issued shares.

### Long-term liabilities

The long-term liabilities concern loans with a duration longer than one year. Loans which are redeemable in the coming financial year, have been accounted for as short-term liabilities.

### Current liabilities

The short-term liabilities concern the liabilities with a duration shorter than one year. These liabilities are valued at face value unless stated otherwise.

### Off-balance sheet rights and obligations

Off balance sheet commitments and contingencies are valued against face value unless stated otherwise.

## PRINCIPLES FOR THE DETERMINATION OF THE RESULT

### General

Profit or loss is determined as the difference between the realisable value of the goods delivered and services rendered, and the costs and other charges for the year. Revenues on transactions are recognised in the year in which they are realised.

## 2.3 Notes to the consolidated annual report

### Net turnover

Net turnover represents amounts invoiced for goods and services supplied during the financial year reported on, net of discounts and value added taxes.

Revenues ensuing from the sale of goods are accounted for when all major entitlements to economic benefits as well as all major risks have transferred to the buyer. The cost price of these goods is allocated to the same period.

Revenues from services are recognised in proportion to the services rendered. The cost price of these services is allocated to the same period.

The profit to be allocated to the work in progress is determined on the basis of costs incurred for the work as at balance sheet date, in proportion to the aggregate costs expected to be spent on the work. The net realisable value is based on an expected sales price net of costs to be incurred for completion and sales.

### Cost of turnover

The cost of turnover means the costs that are directly attributable to the supplied goods and services. This value includes a downward value adjustment because of unmarketable stock.

### Operating costs

Costs are allocated to the reporting year to which they are related to. Profits are recognised in the year in which goods have been provided or services have been performed. Losses are cut in the year in which these are foreseeable.

### Amortization and depreciation

Intangible assets, including goodwill, are amortised and property, plant and equipment depreciated over their estimated useful lives as from the inception of their use. Land and investment property are not depreciated. Future depreciation and amortisation is adjusted if there is a change in estimated future useful life.

### Financial income and charges

Interest paid and received is recognised on a time-weighted basis, taking account of the effective interest rate of the assets and liabilities concerned. When recognising interest paid, allowance is made for transaction costs on loans received as part of the calculation of effective interest.

### Exchange differences

Exchange differences arising upon the settlement or conversion of monetary items are recognised in the income statement in the period that they arise, unless they are hedged.

### Taxation

Taxation is based on the result in the annual accounts, taking into account the permanent differences between the profit calculation according to the annual accounts on the one hand and according to profit calculation for tax purposes on the other hand. The calculation is made at the current tax rate. The difference in the tax due, based on the profit calculation for tax purposes, is reflected in the provision for deferred tax liabilities.

**FACOR MINERALS (NETHERLANDS) B.V. (CONSOLIDATED).**

**NOTES TO THE CONSOLIDATED BALANCE SHEET AS ON MARCH 31, 2018.**

These Notes form an integral part of and should be read in conjunction with the accompanying financial statements.

**ASSETS**

**FIXED ASSETS**

**1 INTANGIBLE FIXED ASSETS**

A summary of the movements of intangible fixed assets is given below :

	<u>CNCNS., LCNCES., &amp; INTLCTL.PRPRTS.</u>	<u>GOODWILL</u>
	US\$	US\$
Acquisition Value	1,26,792	99,10,458
Amortisation (2012-13)	0	-82,587
<b>Book Value as on 31 March 2013</b>	<b>1,26,792</b>	<b>98,27,871</b>
Movement (2013-14)	-15,893	0
Amortisation (2013-14)	-3,458	-9,91,046
Accumulated Depreciation (2013-14)	-3,458	-10,73,633
<b>Book Value as on 31 March 2014</b>	<b>1,07,441</b>	<b>88,36,825</b>
Movement (2014-15)	-17,862	0
Amortisation (2014-15) - Adjustment	89	-9,91,046
Accumulated Depreciation (2014-15)	-3,369	-20,64,679
<b>Book Value as on 31 March 2015</b>	<b>89,668</b>	<b>78,45,779</b>
Movement (2015-16)	26,656	0
Amortisation (2015-16)	-1,287	-9,91,046
Accumulated Depreciation (2015-16)	-4,656	-30,55,724
<b>Book Value as on 31 March 2016</b>	<b>1,15,037</b>	<b>68,54,734</b>
Movement (2016-17)	-26,487	0
Amortisation (2016-17)	1,030	-9,91,046
Accumulated Depreciation (2016-17)	-3,626	-40,46,770
<b>Book Value as on 31 March 2017</b>	<b>89,580</b>	<b>58,63,688</b>
Movement (2017-18)	-7,324	0
Amortisation (2017-18)	285	-9,91,046
Accumulated Depreciation (2017-18)	-3,341	-50,37,816
<b>Book Value as on 31 March 2018</b>	<b>82,541</b>	<b>48,72,642</b>

**2 TANGIBLE FIXED ASSETS**

A summary of the movements of tangible fixed assets is given below :

	<u>PRPRTS., PLANT &amp; EQPMNT.</u>
	US\$
Acquisition Value	6,35,159
Depreciation (2013-2014)	-28,379
<b>Book Value as on 31 March 2014</b>	<b>6,06,780</b>
Investments (2014-2015)	17,76,664
Movements (2014-2015)	-70,059
Depreciation (2014-2015)	-98,438
<b>Book Value as on 31 March 2015</b>	<b>23,13,385</b>
Investments (2015-2016)	4,58,561
Movements (2015-2016)	-2,73,811
Depreciation (2015-2016)	-83,821
<b>Book Value as on 31 March 2016</b>	<b>24,98,135</b>
Investments (2016-2017)	0
Movements (2016-2017)	-6,26,685
Depreciation (2016-2017)	-1,31,969
<b>Book Value as on 31 March 2017</b>	<b>18,71,450</b>
Investments (2017-2018)	0
Movements (2017-2018)	-2,38,541
Depreciation (2017-2018)	-1,58,348
<b>Book Value as on 31 March 2018</b>	<b>16,32,909</b>



## NOTES TO THE CONSOLIDATED BALANCE SHEET AS ON MARCH 31, 2018.

<b>3 OTHER NON CURRENT ASSETS</b>	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Deposits and Guarantees	7,640	8,291
Deferred Tax Assets	29,391	31,897
	<u>37,031</u>	<u>40,188</u>
 <b>CURRENT ASSETS</b>		
<b>4 STOCK</b>	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Inventories - Work in Process & Semi-Finished Goods	<u>16,574</u>	<u>17,987</u>
<b>5 TAXES RECEIVABLE</b>	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Value Added Tax Carried Forward	<u>2,36,248</u>	<u>2,51,062</u>
<b>6 TRADE RECEIVABLES</b>	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Trade Receivables	<u>1,415</u>	<u>1,535</u>
<b>7 PREPAYMENTS AND ACCRUED INCOME</b>	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Prepaid Expenses Fee	6,204	6,131
Prepaid Taxes	3,712	3,872
Advances	15,479	15,440
	<u>25,395</u>	<u>25,443</u>
<b>8 CASH AND CASH EQUIVALENTS</b>	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
<b>A) Cash and Bank equivalents</b>		
Cash in hand	1,315	4,190
Bank Balances in Current Account	2,153	3,089
Bank Balances in Fixed Deposit (under 3 months)	11,280	12,672
	<u>14,748</u>	<u>19,951</u>
<b>B) Bank Balances in Fixed Deposit</b>		
Bank Balances in Fixed Deposit (over 12 months)	0	0
	<u>14,748</u>	<u>19,951</u>

**NOTES TO THE CONSOLIDATED BALANCE SHEET AS ON MARCH 31, 2018.**

**EQUITY AND LIABILITIES**

**SHAREHOLDERS' EQUITY**

<b>9 ISSUED SHARE CAPITAL</b>	<b>31-03-2018</b>	<b>31-03-2017</b>
	<b>USD</b>	<b>USD</b>
Value as of 1 April	23,01,605	23,01,605
Shares issued during the year	0	0
Value as of 31 March	<u>23,01,605</u>	<u>23,01,605</u>
<p>The share capital is divided into shares of USD 1 each. As per the date of this report 2,301,605 shares have been issued.</p>		
<b>10 SHARE PREMIUM RESERVE</b>	<b>31-03-2018</b>	<b>31-03-2017</b>
	<b>USD</b>	<b>USD</b>
Value as of 1 April	1	1
Contribution during the year	0	0
Value as of 31 March	<u>1</u>	<u>1</u>
<b>11 STATUTORY RESERVE</b>	<b>31-03-2018</b>	<b>31-03-2017</b>
	<b>USD</b>	<b>USD</b>
Value as of 1 April	-13,43,145	-8,33,653
Translation difference on Share Capital for the year	-5,50,243	-5,09,492
Value as of 31 March	<u>-18,93,388</u>	<u>-13,43,145</u>
<b>12 OTHER RESERVES</b>	<b>31-03-2018</b>	<b>31-03-2017</b>
	<b>USD</b>	<b>USD</b>
Value as of 1 April	-65,49,302	-55,77,926
From proposed profit appropriation	-12,13,635	-11,90,776
Net Asset value adjustment participation	4,82,491	2,19,400
Value as of 31 March	<u>-72,80,446</u>	<u>-65,49,302</u>
<b>13 MINORITY INTEREST</b>	<b>31-03-2018</b>	<b>31-03-2017</b>
	<b>USD</b>	<b>USD</b>
<b>Third Party Share</b>		
Facor Turkkrom Mining (Netherlands) B.V.	<u>-6,51,939</u>	<u>-4,20,820</u>

## NOTES TO THE CONSOLIDATED BALANCE SHEET AS ON MARCH 31, 2018.

### LONG TERM LIABILITIES

#### 14 DEBTS TO CREDIT INSTITUTIONS

	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Loan Bank of India, London (Long Term Portion)	0	0
	<u>0</u>	<u>0</u>

#### 15 DEBTS TO RELATED PARTIES & OTHER COMPANIES

	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Loan Trusta Trading Company Inc., Panama	5,00,000	5,00,000
Loan Facor Minerals Pte. Ltd., Singapore	4,75,000	4,75,000
Loan Gcorp. FZE UAE	1,00,000	1,00,000
Loan Facor Alloys Ltd., India	1,01,54,810	1,01,54,810
	<u>1,12,29,810</u>	<u>1,12,29,810</u>

The loan from Trusta Trading Co.Inc., bears an interest of 12 Mths.Libor + 4% & is repayable after 5 years.

The loan from Facor Minerals Pte. Ltd., Singapore bears an interest of 6% and is repayable on 5 years.

This loan from BOI, Jersey + interest due, has been declared NPA & debited to a/c. of Facor Alloys Ltd.

#### 16 OTHER DEBTS

	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Finance Lease Liabilities	0	0
Employee Termination Benefits	2,594	647
	<u>2,594</u>	<u>647</u>

**NOTES TO THE CONSOLIDATED BALANCE SHEET AS ON MARCH 31, 2018.**

**CURRENT LIABILITIES**

<b>17 DEBTS TO CREDIT INSTITUTIONS</b>	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
A Loan Bank of India, London (Short Term Portion)	11,88,401	11,88,401
	<u>11,88,401</u>	<u>11,88,401</u>

<b>18 TRADE AND OTHER CREDITORS</b>	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Trade Payables - Turkey	1,17,212	1,60,705
Other Payables - Turkey	3,32,274	2,10,350
Vistra (Netherlands) B.V.	26,905	24,203
Taxture Global Tax Advice (IIFA Tax Advisors)	22,462	33,288
Liberation Management (Netherlands) N.V.	702	2,480
B.K. Corporate International B.V.	38,105	21,796
Orsel Notary	634	546
	<u>5,38,294</u>	<u>4,53,368</u>

<b>19 DEBTS TO RELATED PARTIES</b>	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Current Account Trusta Trading Company Inc., Panama	2,00,000	2,00,000
Current Account Grand Trillion Ltd., Singapore	3,00,000	3,00,000
	<u>5,00,000</u>	<u>5,00,000</u>

The loan from BOI, Jersey + interest due, has been declared NPA & debited to a/c. of Facor Alloys Ltd.

<b>20 DEBTS TO SHAREHOLDERS</b>	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Debts to Facor Alloy Ltd., India	2,30,000	2,30,000
Debts to R.B. Shreeram & Co. Pvt. Ltd., India	75,000	75,000
	<u>3,05,000</u>	<u>3,05,000</u>

<b>21 OTHER DEBTS</b>	<u>31-03-2018</u>	<u>31-03-2017</u>
	USD	USD
Advances received - Cevik Madencilik	89,745	89,745
Advances received - Harun Mugaoglu	50,646	54,965
Advances received - DDR	8,226	7,089
Interest on loan from Facor Minerals Pte. Ltd., Singapore	1,06,258	1,06,258
Interest on loan from Trusta Trading Company Inc., Panama	97,062	71,062
Interest on loan from Gcorp UAE FZE	9,523	9,523
Interest on loan from Bank of India, London	2,90,118	1,49,606
Accounting charges	16,828	14,701
Audit charges	1,395	1,500
Tax Advisory chares	5,464	5,244
Taxes and Dues payable	4,307	5,626
	<u>6,79,571</u>	<u>5,15,319</u>

The exchange rate used on balance sheet date is March 31, 2018 : EURO 1 = USD 1.0653



## FACOR MINERALS (NETHERLANDS) B.V. (CONSOLIDATED).

### NOTES TO THE CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING ON MARCH 31, 2018.

These Notes form an integral part of and should be read in conjunction with the accompanying financial statements.

#### OPERATING INCOME AND EXPENSES

<b>22 SALES</b>	<b>31-03-2018</b>	<b>31-03-2017</b>
	<b>USD</b>	<b>USD</b>
Chrome Ore Sales	-	-
<b>23 COST OF SALES</b>	<b>31-03-2018</b>	<b>31-03-2017</b>
	<b>USD</b>	<b>USD</b>
Cost of Goods sold (Mining and Productio Costs)	-	-
<b>24 AMORTISATION - INTANGIBLE FIXED ASSETS</b>	<b>31-03-2018</b>	<b>31-03-2017</b>
	<b>USD</b>	<b>USD</b>
Goodwill	9,91,046	9,91,046
<b>25 MARKETING AND SELLING EXPENSES</b>	<b>31-03-2018</b>	<b>31-03-2017</b>
	<b>USD</b>	<b>USD</b>
Guest House Expenses	0	1,732
<b>26 GENERAL EXPENSES</b>	<b>31-03-2018</b>	<b>31-03-2017</b>
	<b>USD</b>	<b>USD</b>
Mining Area expenses	47,929	64,344
Administration charges	-	-
Legal charges	-	-
Management fess	29,983	25,838
Notary charges	-	-
Tax Advisory charges	2,472	2,578
Other General expenses	-	-
	<b>80,384</b>	<b>92,760</b>

NOTES TO THE CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING ON MARCH 31, 2018.

**FINANCIAL INCOME AND EXPENSES**

<b>27 INTEREST INCOME AND SIMILAR REVENUES</b>	<u>31-03-2018</u> USD	<u>31-03-2017</u> USD
Interest Income	<u>962</u>	<u>1,066</u>
<b>28 INTEREST EXPENSES AND SIMILAR COSTS</b>	<u>31-03-2018</u> USD	<u>31-03-2017</u> USD
Bank fees and provisions	1,871	-2,384
Exchange difference	19,365	8,720
Interest on loan from Facor Minerals Pte. Ltd., Singapore	0	28,500
Interest on loan from Trusta Trading Company Inc., Panama	26,000	26,000
Interest on loan from GCORP FZE UAE	856	4,000
Interest on term deposits from IS Bank	0	1,170
Interest on loan from Bank of India, London (CMIVI)	1,53,016	85,565
Interest on loan from Bank of India, Jersey	-	0
	<u>2,01,108</u>	<u>1,51,571</u>
<b>29 TAXATION</b>	<u>31-03-2018</u> USD	<u>31-03-2017</u> USD
Deferred Tax Income / Expense, net	<u>3,110</u>	<u>0</u>
<b>30 RESULT MINORITY INTEREST</b>	<u>31-03-2018</u> USD	<u>31-03-2017</u> USD
Facor Turkkrom Mining (Netherlands) B.V.	<u>1,66,024</u>	<u>1,27,150</u>
<b>31 NON OPERATING PROFITS</b>	<u>31-03-2018</u> USD	<u>31-03-2017</u> USD
Other Profits	<u>-</u>	<u>-</u>
<b>32 NON OPERATING LOSSES</b>	<u>31-03-2018</u> USD	<u>31-03-2017</u> USD
Other Losses	<u>1,04,973</u>	<u>81,883</u>

The exchange rate used on balance sheet date is March 31, 2018 : EURO 1 = USD 1.0653

**Facor Minerals (Netherlands) B.V.**

**3. Other information**

**3.1 Statutory rules concerning appropriation of result**

The profit is at free disposal of the General Meeting of Shareholders, as stated in article 20 of the articles of association.

**3.2 Proposed appropriation of result for the financial year 2017-2018**

The board of directors proposes to the general meeting of shareholders that the result for the 2017-2018 financial year, amounting to USD -1,240,920, should be transferred fully to other reserves and that no dividend should be paid.