

**Bavaria Carbon Holdings GmbH**  
**Röthenbach a.d. Pegnitz**

Financial Statements  
as of 31 March 2020

**BAVARIA CARBON HOLDINGS GMBH  
RÖTHENBACH A.D. PEGNITZ  
BALANCE SHEET  
AS OF 31 MARCH 2020**

<u>ASSETS</u>	<u>31 March 2020</u> EUR	<u>31 March 2019</u> EUR	<u>EQUITY AND LIABILITIES</u>	<u>31 March 2020</u> EUR	<u>31 March 2019</u> EUR
<u>A. FIXED ASSETS</u>			<u>A. EQUITY</u>		
I. Tangible assets			I. Capital subscribed	250,000.00	250,000.00
1. Real estate, titles to land and buildings including buildings on third party land	1,506,963.63	1,442,782.45	II. Capital reserves	25,000.00	25,000.00
2. Technical equipment and machines	14,856.00	12,334.00	III. Profit carried forward	301,236.26	338,947.41
3. Other Plants, office fixtures and fittings	5,171.00	6,844.00	IV. Profit of the year / net loss	92,449.39	-37,711.15
4. Down-payments made and plants under construction	70,253.47	55,821.89		<u>668,685.65</u>	<u>576,236.26</u>
	<u>1,597,244.10</u>	<u>1,517,782.34</u>			
<u>B. CURRENT ASSETS</u>			<u>B. PROVISIONS AND ACCRUALS</u>		
I. Receivables and other assets			Other provisions	19,471.61	23,867.04
1. Trade receivables	20,138.71	25,267.74		<u>19,471.61</u>	<u>23,867.04</u>
2. Other assets	18,208.23	42,485.87			
	<u>38,346.94</u>	<u>67,753.61</u>	<u>C. LIABILITIES</u>		
II. Cash, bank deposits and cheques	31,468.68	23,100.30	I. Trade payables	131,666.76	216,391.92
	<u>69,815.62</u>	<u>90,853.91</u>	II. Liabilities due to affiliated undertakings	937,359.80	877,954.13
			III. Other liabilities	6,601.90	6,601.90
				<u>1,075,628.46</u>	<u>1,100,947.95</u>
<u>C. DEFERRED TAX ASSETS</u>	96,726.00	92,415.00			
	<u>1,763,785.72</u>	<u>1,701,051.25</u>		<u>1,763,785.72</u>	<u>1,701,051.25</u>

**BAVARIA CARBON HOLDINGS GMBH  
RÖTHENBACH A.D. PEGNITZ  
INCOME STATEMENT  
FOR THE PERIOD FROM 1 APRIL 2019 TO 31 MARCH 2020**

	<u>2019/20</u> EUR	<u>2018/19</u> EUR
1. Sales	602,095.56	601,746.84
2. Other operating income	5,935.12	3,731.00
3. Cost of materials		
a) Cost of raw materials, supplies, operating materials and acquired goods	9,049.61	6,420.31
b) Cost of services acquired	<u>-93,089.24</u>	<u>-90,685.39</u>
<b>4. Gross Profit</b>	<u>523,991.05</u>	<u>521,212.76</u>
5. Depreciation for intangible fixed assets and tangible assets	-44,362.72	-40,370.37
6. Other operating expenses	<u>-278,207.27</u>	<u>-427,710.24</u>
<b>7. Operating Income</b>	<u>201,421.06</u>	<u>53,132.15</u>
8. Interest and similar income	0.00	1,668.00
9. Interest and similar expenses	<u>-7,753.99</u>	<u>-7,028.81</u>
<b>10. Financial Result</b>	<u>-7,753.99</u>	<u>-5,360.81</u>
11. Taxes on income and profit from ordinary business operations	4,311.00	16,848.35
<b>12. Profit after taxes</b>	197,978.07	64,619.69
12. Other taxes	-105,528.68	-102,330.84
<b>13. Net Profit for the year / net loss</b>	<u><u>92,449.39</u></u>	<u><u>-37,711.15</u></u>

**Bavaria Carbon Holdings GmbH, Röthenbach a. d. Pegnitz**  
**Notes according para 284 – 288 of the German Commercial Code**  
**for the Financial Year 1 April 2019 to 31 March 2020**

**A. General Remarks**

Bavaria Carbon Holdings GmbH (“the Company”) is domiciled in Röthenbach a. d. Pegnitz and incorporated in the Register of Companies HRB 21197 maintained by the local civil Court Nuremberg.

The annual financial statements on hand have been prepared in accordance with the accounting and financial regulations of German Commercial Code (“HGB”) and the Limited Liability Company Act.

For the income statement, the total cost method was applied in accordance with § 275 para. 2 HGB. The company is a small-sized limited liability Company according to § 267 para. 1 of the German Commercial Code (“HGB”). In part, the preparation of the annual financial statements is carried out in utilization of the size-related thresholds according to §§ 274a, 276 and 288 para. 1 HGB.

**B. Accounting and valuation principles**

The accounting and valuation policies applied in the previous year were retained. The accounting and valuation of items in the balance sheet and income statement are based on the going concern assumption according to § 252 para. 1 no. 2 HGB.

The **fixed assets** acquired in August 2004 from the insolvency administrator of the Conradt Group, Dr. Pöhlmann, are valued with the acquisition costs, reduced by the regular straight-line depreciation assuming remaining life of assets to be seven years for plant and machinery and ten years for buildings.

Newly acquired **intangible assets and fixed assets** are valued at the acquisition costs reduced by the straight-line depreciation. Assets manufactured in-house are valued according to the production costs considering adequate parts of the required general and administrative costs. Depreciation is done according to the current official tax depreciation tables. The useful economic lives remain between 3 and 12 years.

**Low-value assets** with product related acquisition costs of up to EUR 150.00 (starting 2018: up to EUR 250.00) are depreciated completely in the year of acquisition and shown in the asset table as disposal. Fixed assets with acquisition costs between EUR 150.00 (starting 2018: EUR 250.00) to EUR 1,000.00 are accumulated in a pool item. Depreciation is done in the year of purchase and the following four years. It is depreciated in the year it was recorded and the following four years and hence reducing profits.

**Receivables and other assets** are stated at the nominal amount. Foreseeable risks are addressed by individual value adjustments.

**Cash and cash equivalents** are stated at their nominal amount.

**Prepaid expenses** are taken into account, insofar as they represent expenses for a certain time after the balance sheet date.

**Other accruals** were recorded for all identifiable risks and uncertain obligations and at an amount to be paid required using reasonable commercial judgment. For short term accruals, the discounting option was not used.

The **liabilities** are recorded at the amount to be paid.

**Deferred taxes** are generated for discrepancies between the commercial valuation on the one hand and the tax base of assets, debts and accrued and deferred items which can be expected to be settled in later financial years, according to § 274 HGB [German Commercial Code], an overall tax burden resulting from these differences shall be shown in the balance sheet as deferred tax liabilities. An overall tax relief resulting from these differences can be shown in the balance sheet as deferred tax assets. By exercising the option to capitalize deferred taxes no deferred tax assets are shown in the balance sheet. The generated deferred taxes in Business Year 2016/17, resulted by carried forward losses, was increased. Due to the expectable profits in the next years, the deferred taxes were partly reduced.

### **C. Comments on the balance sheet**

#### **Receivables and other assets**

The receivables and other assets have a residual maturity of up to one year in the business year as well as in the previous year. Receivables are mostly against affiliated companies and relate to receivables from supplies and services.

#### **Accruals**

Other accruals are mainly created for maintenance and financial statement costs.

#### **Liabilities**

Liabilities have a residual maturity of up to one year and mostly relate to trade liabilities.

#### **Restriction on dividend payout**

Due to capitalization of deferred tax assets resulting from tax loss carryforwards, the restriction on dividend payout according to Sec. 268 para. 8 HGB is kEUR 96.

### **D. Other information**

#### **Comments on the consolidated accounts**

The annual accounts of the company will be included in the consolidated accounts of Graphite International B. V., Rotterdam, The Netherlands, which is a subsidiary of Graphite India Ltd., Kolkata, India. The consolidated accounts of Graphite India Ltd., Kolkata, India, the ultimate parent company, are published in India at National Stock Exchange and Bombay Stock Exchange in Mumbai.

#### **Management**

During the financial year 2019/2020, the management was carried out by:

Adrian Nikolov Bojilov, Röthenbach / Pegnitz, Managing Director  
Nitin Shridharrao Deshpande, Nasik, India, Managing Director (up to 31.07.2019)  
Sanjay Wamanrao Parnerkar, Kolkata, India, Managing Director  
Lallan Prashad, Röthenbach / Pegnitz, Managing Director  
Stefan Seibel, Maintal, Managing Director (starting 04.05.2020)

**Proposed appropriation of Net Income**

The net profit of the financial year and the retained profit shall be carried forward onto new account.

**Events after balance sheet date**

Due to the CORONA pandemic Bavaria Electrodes GmbH reduced the business step by step starting on 20. March 2020. From 27. March 2020 to 19. April 2020 the business was completely stopped. Starting on 20. April .2020 the business has been restarted step by step. The financial effects of the CORONA pandemic could actually not anticipated.

Röthenbach a. d. Pegnitz, 11 May 2020

A.N. Bojilov

S.W. Parnerkar

L.Prashad

S. Seibel