

**TKM GLOBAL GmbH**

**FINANCIAL STATEMENTS  
AND INDEPENDENT  
AUDITOR'S REPORT**

**FOR THE YEAR ENDED 31<sup>st</sup> March 2016**

**AS PER IGAAP**

Registered office  
Spaldingstraße 210  
20097 Hamburg  
Germany

# TKM Global GmbH

## FINANCIAL STATEMENTS AND AUDITOR'S REPORT

FOR THE YEAR ENDED 31<sup>st</sup> March 2016

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**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDER OF  
TKM GLOBAL GmbH**

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1. We have audited the attached Balance Sheet of TKM Global GmbH (the "establishment") as at 31<sup>st</sup> March 2016, the Profit and Loss Account of the establishment for the year ended 31<sup>st</sup> March 2016 and the Cash Flow Statement for the year ended on that date, both annexed thereto.
2. Management is responsible for the preparation of these Financial Statements that give a true and fair view of the financial position and financial performance of the establishment in accordance with the accounting principles generally accepted in India including Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 ("the Act") which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th March 2013 of the Ministry of Corporate Affairs. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
3. Our responsibility is to express an opinion on these Financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement, of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the establishment's preparation and fair presentation of the Financial Statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

4. In our opinion and to the best of our Information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
  1. in the case of the Balance Sheet, of the state of affairs of the establishment as at 31<sup>st</sup> March 2016;

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDER OF  
TKM GLOBAL GmbH

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- II. in the case of the Profit and Loss Account, of the profit for the fiscal year ended on that date;
- III. in the case of the Cash Flow Statement, of the cash flows for the fiscal year ended on that date.
5. As required by the Companies (Auditor's Report) Order, 2003 ("the order") issued by the Central Government of India in terms of Section 227 (4A) of the Act, we give in the Annexure a Statement on the matters specified in paragraphs 4 and 5 of the Order.
6. As required by section 227(3) of the Act, we report that:
- I. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- II. In our opinion, proper books of accounts as required by law have been kept by the establishment so far as appears from the examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us.
- III. The Balance Sheet, and the Profit and Loss account and the Cash Flow Statement dealt with by this report are in agreement with the books of accounts.
- IV. In our opinion, the Balance Sheet, the Profit and Loss account and the Cash Flow Statement, with the Accounting Standards referred to in Section 211 (3C) of the Act (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated March 13, 2013 of the Ministry of Corporate Affairs).
- V. On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2016, from being appointed as a director in terms of Section 274(1) (g) of the Act.

Hamburg  
7<sup>th</sup> April 2016

A2C Treuhand GmbH  
Wirtschaftsprüfungsgesellschaft

  
Mirco Schroeter  
Wirtschaftsprüfer  
Steuerberater

ppa.   
Marko Lüthje  
Wirtschaftsprüfer  
Steuerberater

  
A2C Treuhand GmbH  
Wirtschaftsprüfungsgesellschaft

## ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 3 of our report of same date)

- I. The establishment has maintained proper records showing full particulars, including quantitative details and location of fixed assets. There is a regular program of physical verification which, in our opinion, is reasonable having regard to the size of the establishment and the nature of its assets. No material discrepancies were noticed on verification. There was no substantial disposal of fixed assets during the year.
- II. The establishment has no inventory. Accordingly, clauses 4(ii) (a), (b) and (c) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the establishment.
- III. According to the books and records maintained by the establishment and the Information and explanations given to us, the establishment has neither granted nor taken any loans, secured or unsecured to/from companies, firms or other parties listed under Section 301 of the Companies Act. 1956.
- IV. In our opinion and according to the information and explanations given to us, there are generally adequate internal control procedures commensurate with the size of the establishment and the nature of its business with regard to purchase of fixed assets.
- V. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements under Section 301 of the Companies Act. 1956 have been made at prevailing market rates.
- VI. In our opinion and according to the information and explanations given to us, the establishment has not accepted any deposits from the public.
- VII. In our opinion the establishment has an internal audit system commensurate with the size and nature of the business.
- VIII. To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for the Services of the establishment.
- IX. The establishment does not have any accumulated losses at the end of the financial year and it has not incurred cash losses during the current year or in the immediately preceding financial year.
- X. The establishment does not have any dues towards financial institution, bank or debenture holders.
- XI. The establishment has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
- XII. In our opinion, the establishment is not a chit fund or a nidhi/mutual benefit fund/society Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the establishment
- XIII. In our opinion, the establishment is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the

**ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT**  
(Referred to in paragraph 3 of our report of same date)

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Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the establishment.

- XIV. The establishment has not given any guarantees for loans taken by others from bank and financial institutions.
- XV. According to the information and explanations given to us, the establishment has not availed any term loans during the year under audit.
- XVI. According to the Cash Flow Statement and other records examined by us and the Information and the explanations given to us, on an overall basis, funds raised on short term basis have, prima facie, not been used during the year for long-term investment (fixed assets. etc.).
- XVII. The establishment has not made any preferential allotment of shares to parties or companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- XVIII. The establishment does not have any outstanding debentures during the year.
- XIX. The establishment has not received any money through a public issue during the year.
- XX. Based upon the audit procedure Performance for the purpose of reporting the true and fair view of the Financial Statements and as per the information and explanations given by the management, we report that no fraud on or by the establishment has been noticed or reported during the course of our audit.

Hamburg  
7<sup>th</sup> April 2016

A2C Treuhand GmbH  
Wirtschaftsprüfungsgesellschaft

  
Mirco Schröder  
Wirtschaftsprüfer  
Steuerberater

ppa.

  
Marko Lühje  
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Steuerberater

TKM GLOBAL GmbH

BALANCE SHEET  
FOR THE YEAR ENDED 31<sup>st</sup> March 2016

I. EQUITY AND LIABILITIES

	Note	31 03 2016 EUR	31 03 2015 EUR
<b>(1.) Shareholders' funds</b>			
(a) Share capital	1.	51.129	51.129
(b) Reserves and surplus	2.	16.718.731	16.204.075
<b>(2.) Non current liabilities</b>			
(a) Deferred tax liabilities	3.	223.200	219.600
(b) Long term provisions	4.	60.000	60.000
<b>(3.) Current liabilities</b>			
(a) Trade payables	5.	4.421.616	5.288.622
(b) Other current liabilities	6.	505.024	651.224
<b>TOTAL</b>		<b>21.979.700</b>	<b>22.474.650</b>

II. ASSETS

<b>(1.) Non current assets</b>			
<b>(a) Fixed assets</b>			
(i) Tangible assets	7.	77.436	117.892
(ii) Intangible assets	7.	5.760	8.950
(b) Non current investments	8.	7.383.910	7.384.139
(c) Long term loans and advances	9.	25.000	25.000
(d) Other non current assets	10.	6.761.619	3.858.727
<b>(2.) Current assets</b>			
(a) Trade receivables	11.	762.107	1.340.714
(b) Cash and bank balances	12.	6.443.103	7.531.549
(c) Other current assets	13.	520.765	2.207.679
<b>TOTAL</b>		<b>21.979.700</b>	<b>22.474.650</b>

The accompanying notes form an integral part of these financial statements.

The report of the auditor is set forth on pages 1 to 4.

We confirm that we are responsible for these financial statements, including selecting the accounting policies and making the judgments underlying them. We confirm that we have made available all relevant accounting records and information for their compilation.

Approved by the Directors on 7<sup>th</sup> April 2016

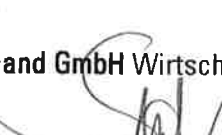
For **TKM Global GmbH**

GLOBAL HEAD LOGISTICS & MANAGING DIRECTOR

  
Amar Patnaik

For **A2C Treuhand GmbH** Wirtschaftsprüfungsgesellschaft

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**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31<sup>st</sup> March 2016**

	Note	For the quarter ended		For the year ended	
		31 03 2016	31 03 2015	31 03 2016	31 03 2015
		EUR	EUR	EUR	EUR
I. Revenues from operations	14.	1.271.868	1.617.543	6.427.819	6.654.988
II. Other income	15.	68.557	25.693	325.584	319.326
<b>III. Total revenues (I+II)</b>		<b>1.340.425</b>	<b>1.643.236</b>	<b>6.753.403</b>	<b>6.974.314</b>
IV. Expenses					
Purchase of stock in trade	16.	(728.268)	(1.125.550)	(4.380.129)	(4.785.473)
Finance costs	17.	(157.435)	415.760	(128.804)	1.192.506
Depreciation and amortization expenses	18.	(7.461)	(7.247)	(30.048)	(26.329)
Other expenses	19.	(324.491)	(444.930)	(1.396.676)	(1.617.629)
<b>V. Profit before exceptional and extraordinary items and tax (III-IV)</b>		<b>122.770</b>	<b>481.269</b>	<b>817.746</b>	<b>1.737.389</b>
VI. Tax expenses					
(1.) Current tax	20.	(81.640)	(97.836)	(299.490)	(406.192)
(2.) Deferred tax	3.	41.200	(95.800)	(3.600)	(198.300)
<b>VII. Profit for the period</b>		<b>82.330</b>	<b>287.633</b>	<b>514.656</b>	<b>1.132.897</b>
VIII. Earnings per share	21.	823	2.876	5.147	11.329

The accompanying notes form an integral part of these financial statements.

The report of the auditor is set forth on pages 1 to 4.

Approved by the Directors on 7<sup>th</sup> April 2016


For **TKM Global GmbH**

GLOBAL HEAD LOGISTICS & MANAGING DIRECTOR

  
Amar Patnaik

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**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31<sup>st</sup> March 2016**

	Notes	31 03 2016 EURO	31 03 2015 EURO
<b>Cash flows from operating activities</b>			
Profit before Tax & Extraordinary items		817.746	1.737.389
<b>Adjustments for:</b>			
Extraordinary items			
Loss on disposal of fixed assets		17.917	9.837
Depreciation		30.048	26.329
Interest Income		(178.468)	(195.898)
Other non cash items		0	2.259
<b>Operating profit before Working Capital Changes</b>		<b>687.243</b>	<b>1.579.916</b>
<b>Adjustments for:</b>			
Trade and other receivables		2.363.511	(220.618)
Trade Payable and Other Liabilities		<u>(1.013.207)</u>	<u>(624.271)</u>
<b>Cash generated from Operations</b>		<b>2.037.547</b>	<b>735.027</b>
Taxes received for prior periods		-	155.474
Taxes paid for prior periods		(27.296)	-
Taxes paid for actual periods		(370.185)	(454.566)
<b>Net cash from operating activities (A)</b>		<b>1.640.066</b>	<b>435.935</b>
<b>Cash flows from investing activities</b>			
Paid in of disposal of fixed assets		3.500	12.605
Purchase of fixed assets		(7.819)	(56.832)
Movements of financial assets		(2.902.662)	(3.399.432)
Movements in fixed deposits more than 3 and less 12 months		1.236.513	2.233.474
Interest received		<u>178.468</u>	<u>195.898</u>
<b>Net cash used in investing activities (B)</b>		<b>(1.492.000)</b>	<b>(1.014.287)</b>
<b>Cash flows from financing activities</b>			
<b>Net cash introduced from financing activities (C)</b>		-	-
<b>Net increase/(decrease) in cash and bank balances (A+B+C)</b>		<b>148.066</b>	<b>(578.352)</b>
Cash and cash equivalents at the beginning of the period		<u>2.618.508</u>	<u>3.196.860</u>
<b>Cash and bank balances at the end of the year</b>	12.	<u>2.766.574</u>	<u>2.618.508</u>

The accompanying notes form an integral part of these financial statements.  
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Approved by the Directors on 7<sup>th</sup> April 2016

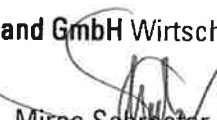
For TKM Global GmbH

GLOBAL HEAD LOGISTICS & MANAGING DIRECTOR

  
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STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31<sup>st</sup> March 2016

	Notes	For the year ended	
		31 03 2016	31 03 2015
		EURO	EURO
<b>Share Capital</b>			
<b>Issued, Subscribed and Paid up</b>			
Equity Shares	1.	<u>51.129</u>	<u>51.129</u>
<b>Reserves and Surplus</b>			
Net profit at the beginning of the period	2.	16.204.075	15.071.178
Net profit after tax for the period		514.656	1.132.897
Allcoation to surplus reserves		(948.871)	-
Net profit as at 31 03	2.	15.769.860	16.204.075
Surplus reserve as at 31 03	2.	948.871	-
		<u>16.718.731</u>	<u>16.204.075</u>

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Approved by the Directors on 7<sup>th</sup> April 2016

For **TKM Global GmbH**

GLOBAL HEAD LOGISTICS & MANAGING DIRECTOR

  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>st</sup> March 2016**

**1. LEGAL STATUS AND BUSINESS ACTIVITY**

- a) TKM Global GmbH was incorporated on 8<sup>th</sup> November 1994 in the Local Court of Frankfurt under HRB 48316. With date of 22<sup>nd</sup> October 2004 the company changed the registered address from Frankfurt (Main) to Hamburg. Now the company is registered in the Local court of Hamburg (HRB 90039). The establishment became a wholly owned subsidiary of TKM Global Logistics Ltd., a Company incorporated in India, with effect from 1<sup>st</sup> March 2005. With date of 13<sup>th</sup> of March 2007 TKM Overseas Transport (Europe) GmbH changed its company name into TKM Global GmbH. With date of 1<sup>st</sup> October 2011 the company opened a branch office in Frankfurt (Main) especially for air freight business.
- b) The establishment's principal activity is the brokerage of transports and performing national and international transports of all kinds, by air and ocean and road. The company is entitled to execute all appropriate activities. The company is also entitled to represent other companies, to hold interest in other companies and to establish subsidiaries.

**2. SIGNIFICANT ACCOUNTING POLICIES**

The financial statements are prepared under the historical cost convention on accrual basis and in accordance with the Indian Accounting Standards. The significant accounting policies adopted are as follows:

**a) Fixed Assets and Depreciation**

All the fixed assets are stated at cost. Cost comprises of purchase price and its attributable costs of bringing the assets to its working conditions for the intended use.

Depreciation on assets is provided on the straight-line method over the useful lives of assets. During the current year , the Company has revised its estimates of useful life of its fixed assets as prescribed in Part C of Schedule II of the Companies Act, 2013, except for certain fixed assets for which different useful life have been considered.

The details of estimated life for each category of assets are as under:

<u>Type of Asset</u>	<u>Estimated life</u>
Furniture and Fixtures	10 years
Vehicles - Four Wheeler	8 years
Office Equipment	5 years
Computers	3 years

**b) Leave salary**

Provision is made for value of unutilized leave due to employees at the year ended on actual basis.

**c) Revenue**

Revenue represents freight invoiced to customers for services rendered during the year.

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**d) Revenue recognition**

Income from freight / service charges etc. and related liabilities are recognized when the relevant consignments is shipped out. Freight /Service charges etc. earned and related freight / service charges are stated at gross values.

**e) Foreign currency transactions**

Transactions in foreign currencies are translated into Euro at the rate of exchange ruling on the date of the transactions. Monetary assets and liabilities expressed in foreign currencies are translated into Euro at the rate of exchange ruling at the balance sheet date. Gains or losses resulting from foreign currency transactions are taken to the income statement.

**f) Cash and cash equivalents**

Cash and cash equivalents comprise cash and bank balance in bank current accounts, bank deposits free of encumbrance with a maturity date of three months or less from the date of deposit and highly liquid investments with a maturity date of three months or less from the date of investment.

**g) Bank deposits**

Bank deposits are carried at cost.

**h) Financial instruments**

Financial instruments of the establishment comprise trade and other receivables and accruals, cash and cash equivalents and other current financial assets.

Financial assets that do not have an active market and whose fair value cannot be estimated reliably are measured at amortized cost less any write-down for impairment if they have a fixed maturity date, and at cost less any write-down for impairment if there is no fixed maturity date.

Financial liabilities with no fixed maturity date are measured at cost and at amortized cost if they have a fixed maturity date.

Changes in values of such financial assets and financial liabilities are recognized in the income statement.

**i) Taxes on Income**

Current Tax is calculated under the tax payable method on the taxable income for the year as determined in accordance with the provisions of the German Corporate Income Tax Code.

Deferred Tax is recognized on timing differences; being the difference between taxable income and accounting income that originate in one year and are capable of reversal in one or more subsequent years.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>st</sup> March 2016**

		As at 31 03 2016 EURO	As at 31 03 2015 EURO
<b>SHAREHOLDERS FUND'S</b>			
<b>SHARE CAPITAL</b>			
	1.		
Authorised			
Issued and paid up		<b>51.129</b>	<b>51.129</b>
<b>Reserves and surplus</b>			
	2.		
Surplus reserve		948.871	-
Profit brought forward		15.769.860	16.204.075
		<b>16.718.731</b>	<b>16.204.075</b>
<b>DEFERRED TAX LIABILITIES</b>			
	3.		
Difference between foreign exchange accounting of fixed deposits		218.000	206.000
Difference between book and tax depreciation		5.200	13.600
		<b>223.200</b>	<b>219.600</b>
<b>NON CURRENT LIABILITIES</b>			
<b>LONG TERM PROVISION</b>			
	4.		
For storage		<b>60.000</b>	<b>60.000</b>
<b>CURRENT LIABILITIES</b>			
<b>TRADE PAYBLES</b>			
	5.		
For operation		<b>4.421.616</b>	<b>5.288.622</b>
<b>OTHER CURRENT LIABILITIES</b>			
	6.		
<b>Financial liabilities</b>			
For personell costs		209.577	348.377
Advance payments		181.541	124.343
For accounts & audit		28.862	25.000
Overpaid debtors		-	847
Other		85.044	152.657
		<b>505.024</b>	<b>651.224</b>
<b>Non financial liabilities</b>			
		<b>0</b>	<b>0</b>
		<b>505.024</b>	<b>651.224</b>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>st</sup> March 2016**

## 7. Tangible and intangible assets

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK		
	As at 04 2015	01 Additions	Deductions/Dis posals	As at 03 2016	As at 04 2015	01 For the year	Deductions from Sales	As at 03 2016	As at 04 2015	01 As at 03 2016	31
Software	23.485	2.000	-	25.485	14.535	5.190	-	19.725	8.950	8.950	5.760
Equipments Furniture & Fixture	56.659	4.409	-	61.068	34.300	7.589	-	41.889	22.359	22.359	19.179
Vehicles	49.612	1.410	1	51.021	21.794	4.515	-	26.309	27.818	27.818	24.712
	98.948	-	40.157	58.791	31.233	12.754	18.741	25.246	67.715	67.715	33.545
<b>Total</b>	<b>228.704</b>	<b>7.819</b>	<b>40.158</b>	<b>196.365</b>	<b>101.862</b>	<b>30.048</b>	<b>18.741</b>	<b>113.169</b>	<b>126.842</b>	<b>126.842</b>	<b>83.196</b>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>st</sup> March 2016**

	As at 31 03 2016 EURO	As at 31 03 2015 EURO
<b>NON CURRENT INVESTMENT</b> 8.		
Subsidiary TM Harbour Services Private Limited, Kolkata (TKM Global GmbH hold 25,679,292 of 34,615,293 equity shares)	<b>7.383.910</b>	<b>7.384.139</b>
<i>Market value thereof</i>	<i>7.383.910</i>	<i>7.384.139</i>
<b>LONG TERM LOANS AND ADVANCES (FINANCIAL ASSET)</b> 9.		
Personnel advances: loan to director	<b>25.000</b>	<b>25.000</b>
<b>OTHER NON CURRENT ASSETS</b> 10.		
Fixed deposits more than 12 months (effective interest rate)	<b>6.761.619</b>	<b>3.858.727</b>
<b>TRADE AND OTHER RECEIVABLES</b> 11.		
Trade receivables to third parties, unsecured	886.442	1.465.906
<i>thereof exceeding more than 6 months</i>	<i>301.184</i>	<i>155.608</i>
Trade receivables to consolidated entities, unsecured	-	-
Less: allowance for doubtful debts	(115.615)	(113.552)
Less: lump-sum allowance	(8.720)	(11.640)
	<b>762.107</b>	<b>1.340.714</b>
<b>CASH AND BANK BALANCES</b> 12.		
Balances with banks	2.163.635	1.914.982
Cash on hand	2.939	3.526
Fixed deposits less than three months	600.000	700.000
<b>Cash and bank balances</b>	<b>2.766.574</b>	<b>2.618.508</b>
Other bank balances (Fixed deposits more than three months less than 12 months)	3.676.529	4.913.041
	<b>6.443.103</b>	<b>7.531.549</b>
<b>OTHER CURRENT FINANCIAL ASSETS</b> 13.		
<b>Financial assets</b>		
In accrued on loans and advances	293.630	190.879
Security deposit	4.649	4.648
Overpaid creditors	1.049	635
Personnel advances: interest on loan to director	1.020	433
Personnel advances: other receivables from director	522	-
Prepayments to supplier	620	1.805.826
Others	782	1.000
	<b>302.272</b>	<b>2.003.421</b>
<b>Non financial assets</b>		
Tax corporation tax	123.750	39.560
Tax city tax	56.200	42.400
Tax refunds VAT, netted	15.829	28.370
Prepayments and deferred charges	22.714	93.928
	<b>218.493</b>	<b>204.258</b>
	<b>520.765</b>	<b>2.207.679</b>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>st</sup> March 2016**

		For the quarter ended		For the year ended	
		31 03 2016	31 03 2015	31 03 2016	31 03 2015
<b>REVENUES FROM OPERATION</b>	<b>14.</b>				
Freight		1.271.868	1.617.543	6.427.819	6.654.988
		<b>1.271.868</b>	<b>1.617.543</b>	<b>6.427.819</b>	<b>6.654.988</b>
<b>OTHER INCOME</b>	<b>15.</b>				
Interest		43.916	20.303	178.468	195.898
Other income		24.641	5.390	147.116	123.428
<b>Total</b>		<b>68.557</b>	<b>25.693</b>	<b>325.584</b>	<b>319.326</b>
<b>PURCHASE OF STOCKS IN TRADE</b>	<b>16.</b>				
Freight		728.268	1.125.550	4.380.129	4.785.473
		<b>728.268</b>	<b>1.125.550</b>	<b>4.380.129</b>	<b>4.785.473</b>
<b>FINANCE COSTS</b>	<b>17.</b>				
Applicable net gain/loss on foreign currency transaction and translations		157.435	(415.760)	128.804	(1.192.506)
		<b>157.435</b>	<b>(415.760)</b>	<b>128.804</b>	<b>(1.192.506)</b>
<b>DEPRECIATION AND AMORTIZATION</b>	<b>18.</b>				
Depreciation on tangible and intangible assets		7.461	7.247	30.048	26.329
		<b>7.461</b>	<b>7.247</b>	<b>30.048</b>	<b>26.329</b>
<b>OTHER EXPENSES</b>	<b>19.</b>				
personal expenses					
staff salaries		171.732	135.114	837.880	856.110
employees benefits		38.522	106.196	158.751	228.472
travel costs		14.740	14.648	47.072	44.319
rent and occupancy cost		14.775	15.214	58.697	72.630
Insurance costs		(3.466)	11.621	27.932	48.151
Loss on debtors		33.952	73.552	56.362	113.552
entertainment & conference expenses		6.841	12.674	31.704	61.383
office supplies and administrative costs		6.729	12.587	34.612	27.642
telephone and internet costs		6.557	6.301	21.549	28.209
audit fees		19.498	28.840	38.038	44.482
repairs and maintenance		4.634	5.377	21.273	20.753
contribution costs		3.573	6.558	14.414	17.185
bank charges		1.521	1.587	7.274	6.201
rent equipment		916	1.089	3.785	4.354
automobile costs		2.321	4.402	8.529	21.375
training expenses		49	703	4.048	878
postage and courier charges		655	1.929	3.062	7.446
accounting expenses		1.070	1.374	3.777	4.300
loss on disposal of fixed assets		(128)	4.814	17.917	9.837
charitable donations		-	350	-	350
<b>Total</b>		<b>324.491</b>	<b>444.930</b>	<b>1.398.676</b>	<b>1.617.629</b>



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>st</sup> March 2016**

	For the quarter ended		For the year ended	
	31 03 2016	31 03 2015	31 03 2016	31 03 2015
<b>TAXES</b>	<b>20.</b>			
<b>Current taxes</b>				
<b>Taxes for the period</b>				
Corporation tax	38.150	31.107	127.200	169.460
Solidarity surcharge	2.096	1.674	6.995	9.365
City tax	41.448	30.726	137.991	185.889
Withholding taxes	1	3	1	14
	<b>81.695</b>	<b>63.510</b>	<b>272.187</b>	<b>364.728</b>
<b>Taxes for prior periods</b>				
Corporation tax	-	11.920	442	13.928
Solidarity surcharge	-	656	-	769
City tax	(55)	21.750	26.861	26.767
	<b>(55)</b>	<b>34.326</b>	<b>27.303</b>	<b>41.464</b>
<b>Total tax expenses</b>	<b>81.640</b>	<b>97.836</b>	<b>299.490</b>	<b>406.192</b>
<b>Deferred taxes</b>	<b>3.</b>			
Different accounting of fixed deposits in foreign currency	(200)	98.000	(5.900)	206.000
Different depreciation on fixed and intangible assets	(41.000)	(2.200)	9.500	(7.700)
	<b>(41.200)</b>	<b>95.800</b>	<b>3.600</b>	<b>198.300</b>
	<b>40.440</b>	<b>193.636</b>	<b>303.090</b>	<b>604.492</b>
<b>EARNINGS PER SHARE</b>	<b>21.</b>			
Profit After Tax (Euro)	82.330	287.633	514.656	1.132.897
Profit attributable to Shareholders	82.330	287.633	514.656	1.132.897
Weight average no. of Shares for Basic EPS	100	100	100	100
Nominal Value of ordinary Shares (Euro)	511	511	511	511

**22. NUMBER OF EMPLOYEES**

The Number of employees at the year ended 31<sup>st</sup> March 2016 was 10 without the Global Head Logistics & Managing Director. This includes two apprentices.

**23. RELATED PARTIES**

Related parties comprise the following:

Ultimate parent company	Tata Steel Limited
	TK International Logistic Ltd.
Joint Ventures of the Parent company	IQ Martrade Düsseldorf GmbH, Germany
	NYK Holding (Europe) B.V. Netherlands
Parent company	TKM Global Logistics Ltd.
Fellow Subsidiaries	International Shipping Ltd. FZE, Dubai
Subsidiary Company	TM Harbour Services Pvt.Ltd.
Global Head Logistics & Managing Director	Mr. Amar Patnaik

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>st</sup> March 2016**

**24. The nature of significant related party transactions and the amounts involved are as follows:**

	For the quarter ended		For the year ended	
	31 03 2016	31 03 2015	31 03 2016	31 03 2015
<b>Revenue (services rendered)</b>				
TKM INDIA	49.078	66.257	272.909	202.294
TKM China	564	-	20.739	23.130
<b>Direct costs (services availed)</b>				
TKM INDIA	25.322	50.590	170.345	256.327
TKM China	210.945	141.051	1.062.965	198.514
TMILL	16.621	-	17.815	-
ISL Dubai	-	-	-	-

**At the balance sheet date balances with related parties were as follows**

	As at	As at
	31 03 2016	31 03 2015
	EURO	EURO
<b>Disclosed under trade receivables</b>		
TKM INDIA	85.662	241.702
TKM China	251	(20)
TMILL	-	-
ISL Dubai	-	-
<b>Disclosed under other assets</b>		
TKM China	-	-
ISL Dubai	-	-
<b>Disclosed under trade Payables</b>		
TKM INDIA	28.127	150.516
TKM China	24.605	596
TMILL	(795)	-
ISL Dubai	-	-

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>st</sup> March 2016

**25. FINANCIAL INSTRUMENTS: CREDIT, INTEREST RATE AND EXCHANGE RATE RISK EXPOSURES**

**Credit risk**

Financial assets which potentially expose the establishment to concentrations of credit risk comprise principally bank accounts and trade receivables

The establishment's bank accounts are placed with high credit quality financial institutions.

Trade receivables are stated net of the allowance for doubtful recoveries

**Interest rate risk**

There are no interest rate risks.

**Exchange rate risk**

There are no significant exchange rate risks as substantially all financial assets and financial liabilities are denominated in Euro.

**26. FINANCIAL INSTRUMENTS: FAIR VALUES**

The fair value of a financial instrument is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. The fair values of the financial assets and financial liabilities which are required to be carried at cost or at amortized cost approximate to their fair values.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>st</sup> March 2016**

**27. CONTINGENT LIABILITIES**

	As at 31 03 2016 EURO	As at 31 03 2015 EURO
Banker's letter of guarantee	23.900	23.900

**28. EARNINGS AND EXPENDITURE IN FOREIGN EXCHANGE**

	For the year ended			For the period ended		
	31 03 2016 USD in Euro	31 03 2016 GBP in Euro	31 03 2016 JYP in Euro	31 03 2015 USD in Euro	31 03 2015 GBP in Euro	31 03 2015 JYP in Euro
Freight income	2.867.915	81.540	45.312	1.183.955	107.591	-
Freight expenditure	2.872.702	109.935	29.654	2.084.185	111.034	-
Spot transaction income	-	-	-	-	-	-
Spot transaction expenses	-	-	-	-	-	-
Other income	-	6.328	-	59.954	1.714	-
Bank charges	465	587	47	593	2.500	-
Other expenditure	362	6.908	-	1.233.838	130.551	-

**29. PAYMENTS TO THE AUDITOR**

	For the year ended	
	31 03 2016	31 12 2014
Auditing	8.500	8.500
Taxation matters	-	-
Company law matters	-	-
Management services	-	-
Other services	14.000	15.100
Reimbursement of expenses	-	-

Approved by the Directors on 7<sup>th</sup> April 2016

For **TKM Global GmbH**

GLOBAL HEAD LOGISTICS & MANAGING DIRECTOR

  
Amar Patnaik

For **A2C Treuhand GmbH** Wirtschaftsprüfungsgesellschaft

ppa.

  
Mirco Schroeter  
Wirtschaftsprüfer  
Steuerberater

  
Marko Luthje

Wirtschaftsprüfer  
Steuerberater  
**A2C Treuhand GmbH**  
Wirtschaftsprüfungsgesellschaft