

# TRANSLATION

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

Financial Statements  
as of 31 March 2021

# TRANSLATION

**BAVARIA CARBON SPECIALITIES GMBH  
RÖTHENBACH A.D. PEGNITZ  
BALANCE SHEET  
AS OF 31 MARCH 2021**

ASSETS

	<u>31 March 2021</u>	<u>31 March 2020</u>
	EUR	EUR
<u>A. FIXED ASSETS</u>		
I. Intangible assets		
Concessions acquired for a consideration, industrial property rights and similar rights and values and licenses to such rights and values	11,605.00	20,218.00
II. Tangible assets		
1. Technical equipment and machines	24,100.00	30,305.00
2. Other Plants, office fixtures and fittings	205,745.00	103,083.00
3. Down-payments made and plants under construction	0.00	1,016.41
	<u>229,845.00</u>	<u>134,404.41</u>
	241,450.00	154,622.41
<u>B. CURRENT ASSETS</u>		
I. Inventories		
Raw materials, supplies and operating materials	72,849.64	61,254.42
II. Receivables and other assets		
1. Receivables from affiliated undertakings	1,369,394.80	755,099.92
2. Other assets	18,528.57	6,846.62
	<u>1,387,923.37</u>	<u>761,946.54</u>
III. Cash, bank deposits and cheques	26,284.24	32,064.01
	<u>1,487,057.25</u>	<u>855,264.97</u>
<u>C. PREPAID EXPENSES</u>		
	15,194.41	11,507.95
	<u>1,743,701.66</u>	<u>1,021,395.33</u>

EQUITY AND LIABILITIES

	<u>31 March 2021</u>	<u>31 March 2020</u>
	EUR	EUR
<u>A. EQUITY</u>		
I. Capital subscribed	100,000.00	100,000.00
II. Profit carried forward	262,509.07	64,121.10
III. Profit of the year	202,486.10	198,387.97
	<u>564,995.17</u>	<u>362,509.07</u>
<u>B. PROVISIONS AND ACCRUALS</u>		
1. Provisions for pensions and similar obligations	253,288.00	249,075.00
2. Provisions for taxes	31,258.10	23,788.09
3. Other provisions	308,766.31	302,446.42
	<u>593,312.41</u>	<u>575,309.51</u>
<u>C. LIABILITIES</u>		
1. Liabilities due to credit institutions	0.00	1,658.45
2. Liabilities due to affiliates	489,214.68	0.00
3. Trade payables	53,567.23	81,918.30
4. Other liabilities	42,612.17	0.00
- thereof for taxes: EUR 42,612.17 (p.y.: EUR 0.00)		
	<u>585,394.08</u>	<u>83,576.75</u>
	<u>1,743,701.66</u>	<u>1,021,395.33</u>

# TRANSLATION

**BAVARIA CARBON SPECIALITIES GMBH**  
**RÖTHENBACH A.D. PEGNITZ**  
**INCOME STATEMENT**  
**FOR THE PERIOD FROM 1 APRIL 2020 TO 31 MARCH 2021**

	<u>2020/21</u> EUR	<u>2019/20</u> EUR
1. Sales	6,552,549.58	6,989,745.55
2. Other operating income	23,575.56	54,593.86
3. Cost of materials		
a) Cost of raw materials, supplies, operating materials and acquired goods	-156,998.76	-209,198.41
b) Cost of services acquired	-353,656.73	-477,939.98
<b>4. Gross Profit</b>	<u>6,065,469.65</u>	<u>6,357,201.02</u>
5. Personnel costs		
a) Wages and salaries	-3,565,643.79	-3,604,517.78
b) Social security and expenses for old age pensions and support	-711,565.61	-750,691.98
	<u>-4,277,209.40</u>	<u>-4,355,209.76</u>
6. Depreciation for intangible fixed assets and tangible assets	-80,432.48	-69,749.42
7. Other operating expenses	-1,417,601.41	-1,633,370.16
<b>8. Operating Income</b>	<u>290,226.36</u>	<u>298,871.68</u>
9. Interest and similar expenses	-6,477.49	-7,136.00
- thereof from compounding EUR 6,746.00 (p.y. EUR 7,136.00)	-6,477.49	-7,136.00
<b>10. Financial Result</b>	<u>-6,477.49</u>	<u>-7,136.00</u>
11. Taxes on income and profit from ordinary business operations	-81,262.77	-93,347.71
<b>12. Profit after taxes</b>	<u>202,486.10</u>	<u>198,387.97</u>
<b>13. Net Profit for the year</b>	<u>202,486.10</u>	<u>198,387.97</u>

**Bavaria Carbon Specialities GmbH, Röthenbach a. d. Pegnitz  
Notes according para 284 – 288 of the German Commercial Code  
for the Financial Year 1 April 2020 to 31 March 2021**

## **A. General Information**

Bavaria Carbon Specialities GmbH (“the Company”) is domiciled in Röthenbach a. d. Pegnitz and incorporated in the Register of Companies HRB 21199 maintained by the local civil Court Nuremberg.

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

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

## **B. Accounting policies**

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 Conrady 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 250 are depreciated completely in the year of acquisition and shown in the asset table as a disposal. Capital assets with acquisition costs from 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.

**Raw materials, supplies and operating materials** are valued at their acquisition costs including incidental acquisition expenses, taking into account the lower of cost or market.

**Receivable and other assets** are accounted with nominal values. Individual risks are considered by valuation allowances.

**Cash on hand and bank balances** were measured at nominal value.

The **prepaid expenses** relate to payments made before the reporting date, which represent expenses for a certain period after that date.

The **accruals for pensions and similar rights** are valued using the projected-unit-credit method applying the tables 2018 G of Klaus Heubeck. An interest rate of 2.19 %, a pension

dynamic of 1.50 % and a fluctuation rate of 0.00 % are assumed. § 253 para. 2 sentence 1 and para. 6 HGB were applied, using the average discount rate of the past 10 years. Consequently, the differential amount and the dividend payout restriction amount to kEUR 32. This difference arises from regard of the average interest rate of the last 10 years respectively of the last 7 years (1.51 %).

**Other accruals** with respect to any risk and expected liabilities are accounted in an amount required for the settlement on the basis of a reasonable commercial assessment and are recognized in consideration of anticipated price and cost increase in the future. For short term accruals, the discounting option was not used.

The **liabilities** are entered in the balance sheet according to their settlement amount

## 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.

### Other reserves and accrued liabilities

The accrued liabilities mainly consist of accruals for personnel costs kEUR 254, p.y.: kEUR 280.

### Liabilities

The liabilities have a residual maturity of up to one year in the business year as well as in the previous year and mostly relate to trade liabilities. Liabilities to affiliated companies mostly relate to supplies and services.

## D. Other information

### Contingencies, Guarantees

As at March 31, 2021 no contingencies or guarantees exist.

### Employees

The annual average of employees amounts to 78 (previous year: 79).

### 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 board**

During the financial year 2020/2021, the management was carried out by:

Adrian Nikolov Bojilov, Röthenbach / Pegnitz Managing Director (up to 28 February 2021)

Sanjay W. Parnerkar, Kolkata, India, Managing Director

Lallan Prashad, Röthenbach /Pegnitz, Managing Director (up to 25 November 2020)

Stefan Seibel, Maintal, Managing Director (since 4 May 2020)

## **Proposed appropriation of Net Income**

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

Röthenbach an der Pegnitz, 11 May 2021

S. Seibel

S.W. Parnerkar