

Translation  
of the  
financial statements  
as of 31 March 2022

**Bavaria Carbon Specialities GmbH**  
**Grünthal 1 – 6**  
**90552 Röthenbach a. d. Pegnitz**

From the original German which is duly signed

## 1. Annual financial statements

### 1.1. Balance sheet as of 31 March 2022

Exhibit 1.1

ASSETS	31.03.2022 EUR	31.03.2021 EUR	EQUITY AND LIABILITIES	31.03.2022 EUR	31.03.2021 EUR
<b>A. FIXED ASSETS</b>			<b>A. EQUITY</b>		
<b>I. Intangible Assets</b>			<b>I. Capital subscribed</b>	100.000,00	100.000,00
Concessions, Industrial property rights acquired for a consideration as well as licences to such rights and values	40.465,00	11.605,00	<b>II. Profit carried forward</b>	464.995,17	262.509,07
<b>II. Tangible Assets</b>			<b>III. Profit of the year/ net loss</b>	<u>214.212,96</u>	<u>202.486,10</u>
1. Technical equipment and machines	53.808,00	24.100,00		<u>779.208,13</u>	<u>564.995,17</u>
2. Other Plants, office fixtures and fittings	<u>187.927,00</u>	<u>205.745,00</u>	<b>B. PROVISIONS AND ACCURALS</b>		
	<u>241.735,00</u>	<u>229.845,00</u>	1. Accruals for pensions and similar obligations	254.644,00	253.288,00
	<u>282.200,00</u>	<u>241.450,00</u>	2. Provisions for taxes	13.437,75	31.258,10
			3. Other provisions	<u>292.203,56</u>	<u>308.766,31</u>
<b>B. CURRENT ASSETS</b>				<u>560.285,31</u>	<u>593.312,41</u>
<b>I. Inventories</b>			<b>C. LIABILITIES</b>		
Raw materials and supplies	70.165,76	72.849,64	1. Liabilities due to banks	4.872,65	0,00
<b>II. Receivables and other assets</b>			2. Liabilities due to affiliated companies	476.373,92	489.214,68
1. Receivables from affiliated companies	1.522.507,00	1.369.394,80	3. Trade payables	58.695,32	53.567,23
2. Other assets	<u>19.915,75</u>	<u>18.528,57</u>	4. Other liabilities	42.612,39	42.612,17
	<u>1.542.422,75</u>	<u>1.387.923,37</u>	- thereof for taxes EUR 42.612,39 (p.y. EUR 42.612,17)		
<b>III. Cash, bank deposits and cheques</b>	<u>22.794,82</u>	<u>26.284,24</u>		<u>582.554,28</u>	<u>585.394,08</u>
	<u>1.635.383,33</u>	<u>1.487.057,25</u>			
<b>C. PREPAID EXPENSES</b>	4.464,39	15.194,41			
	<u>1.922.047,72</u>	<u>1.743.701,66</u>		<u>1.922.047,72</u>	<u>1.743.701,66</u>

## 1. Annual financial statements

### 1.2. Income statement for the period from 1 April 2021 to 31 March 2022

Exhibit 1.2

	2021/22 EUR	2020/21 EUR
1. Sales	7.627.000,93	6.552.549,58
2. Other operating income	15.536,39	23.627,32
3. Cost of materials		
a) Cost of raw materials, consumables and supplies and of purchased merchandise	-216.506,44	-156.998,76
b) Cost of services acquired	-1.075.613,53	-353.656,73
	-1.292.119,97	-510.655,49
<b>4. Gross profit</b>	<b>6.350.417,35</b>	<b>6.065.521,41</b>
5. Personell expenses		
a) Wages and salaries	-3.583.084,30	-3.565.643,79
b) Social security and pension expense - thereof EUR 4.059,41 (p.y. EUR 7.398,09) for pension expense	-737.528,03	-711.565,61
	-4.320.612,33	-4.277.209,40
6. Depreciations and amortizations Depreciation on intangible fixed assets and tangible fixed assets	-75.923,02	-80.432,48
7. Other operating expenses	-1.646.713,65	-1.417.653,17
<b>8. Operating profit</b>	<b>307.168,35</b>	<b>290.226,36</b>
9. Interest and similar income - thereof from compounding: EUR 5.547,00 (p.y. EUR 6.476,00)	-5.547,00	-6.477,49
<b>10. Financial result</b>	<b>-5.547,00</b>	<b>-6.477,49</b>
11. Taxes on income	-87.408,39	-81.262,77
<b>12. profit after taxes</b>	<b>214.212,96</b>	<b>202.486,10</b>
<b>14. Net result for the year</b>	<b>214.212,96</b>	<b>202.486,10</b>

**Bavaria Carbon Specialities GmbH, Röthenbach a. d. Pegnitz**  
**Notes according para 284 – 288 of the German Commercial Code**  
**for the Financial Year 1 April 2021 to 31 March 2022**

## **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. 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 Conradty 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 value.

**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 1.81 %, 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 is kEUR 22 and the dividend payout restriction amount to kEUR 15. This difference arises from regard of the average interest rate of the last 10 years respectively of the last 7 years (1.35 %).

**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 trade accounts receivable.

#### **Other reserves and accrued liabilities**

The accrued liabilities mainly consist of accruals for personnel costs kEUR 259, p.y.: kEUR 254.

#### **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 other liabilities. Liabilities to affiliated companies mostly relate to trade accounts payable.

### **D. Other information**

#### **Contingencies, Guarantees**

As of March 31, 2022 no contingencies or guarantees exist.

#### **Employees**

The annual average number of employees amounts to 76 (previous year: 78).

#### **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 Calcutta Stock Exchange in Kolkata and Bombay Stock Exchange in Mumbai.

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### **Management board**

During the financial year 2021/2022, the management was carried out by:

Stefan Seibel, Röthenbach a.d. Pegnitz, Germany, Managing Director  
Sanjay W. Parnerkar, Kolkata, India, Managing Director

### **Proposed appropriation of Net Income**

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

### **Supplementary report**

In the past financial year, the Coronavirus (SARS-COV-2) had an important impact on the internal and external areas of the company again. In addition, the company is also feeling the effects of Russia's war of aggression against Ukraine, which began on 24 February 2022, particularly in the area of electricity and gas supply, where there have been and will continue to be considerable disruptions. The associated effects on the net assets, financial position and results of operations are recognised in the company's annual financial statements as of 31 March 2022. There are no other known significant events that occurred after the end of the financial year and have a material impact on the presentation of the company's situation.

Röthenbach an der Pegnitz, 10 May 2022

S. Seibel

S.W. Parnerkar