

TVS Peiner Services GmbH

(Peine, Germany)

ANNUAL REPORT

**for the year ended
31st December 2015**

TVS Peiner Services GmbH, Germany

(Formerly Peiner Logistik GmbH, Peine) (Incorporated in Germany)

TRANSLATED FINANCIAL STATEMENTS

BALANCE SHEET AS AT 31ST DECEMBER 2015

	Note	Euro		Euro		Euro		
		As at		As at		As at		
		31-12-2015		31-12-2015		31-12-2014		
I EQUITY AND LIABILITIES								
1) Shareholders' Funds								
a) Share Capital	1	25,000	1,805,250	25,000	1,918,000			
b) Reserves & Surplus	2	(1,092,204)	(1,067,204)	(78,868,046)	(77,062,796)	(630,924)	(605,924)	
						(48,404,559)	(46,486,559)	
2) Non - current liabilities								
a) Long term Borrowings	3	<u>934,678</u>	<u>934,678</u>	<u>67,493,062</u>	<u>67,493,062</u>	<u>985,510</u>	<u>985,510</u>	
						<u>75,608,333</u>	<u>75,608,333</u>	
3) Current Liabilities								
a) Short term Borrowings	3	102,000	7,365,420	130,000	9,973,600			
b) Trade payables	4	144,640	10,444,428	154,875	11,881,985			
c) Other current liabilities	5	33,334	2,407,050	28,183	2,162,200			
(d) Short-term provisions	6	<u>287,163</u>	<u>567,137</u>	<u>20,736,090</u>	<u>40,952,988</u>	<u>157,285</u>	<u>470,342</u>	
Total		<u>434,611</u>	<u>434,611</u>	<u>31,383,254</u>	<u>31,383,254</u>	<u>849,928</u>	<u>849,928</u>	
						<u>12,066,893</u>	<u>36,084,678</u>	
							<u>65,206,452</u>	
II ASSETS								
1) Non-current assets								
a) Fixed assets								
i) Tangible assets	7	126,872	9,161,428	43,163	3,311,468			
ii) Intangible assets	7	170,697	12,326,032	346,671	26,596,599			
iii) Capital Work-in-Progress	7	-	297,569	21,487,460	37,749	427,583	2,896,103	
							32,804,170	
2) Current assets								
a) Inventories	8	54,326	3,922,901	50,696	3,889,409			
b) Cash and cash equivalents	9	4,662	336,666	12,890	988,936			
c) Short term loans and advances	10	53,055	3,831,049	333,759	25,606,013			
d) Other Current Assets	11	<u>24,999</u>	<u>137,042</u>	<u>1,805,178</u>	<u>9,895,794</u>	<u>24,999</u>	<u>422,345</u>	
Total		<u>434,611</u>	<u>434,611</u>	<u>31,383,254</u>	<u>31,383,254</u>	<u>849,928</u>	<u>849,928</u>	
						<u>1,917,923</u>	<u>32,402,282</u>	
							<u>65,206,452</u>	

TVS Peiner Services GmbH, Germany

(Incorporated in Germany)

TRANSLATED FINANCIAL STATEMENTS

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED DECEMBER 31, 2015

		Euro		Euro		
	Note	Year ended	Year ended	Year ended	Year ended	
		31-12-2015	31-12-2015	31-12-2014	31-12-2014	
INCOME						
I	Revenue from Operations	12	4,694,708	333,418,130	5,210,305	420,315,340
II	Other Income	13	2,385	169,383	23,794	1,919,417
III	Total Revenue		<u>4,697,093</u>	<u>333,587,513</u>	<u>5,234,099</u>	<u>422,234,757</u>
IV EXPENSES						
	Cost of Materials & components Consumed	14	274,315	19,477,566	342,848	27,662,689
	Employee benefit expense	15	3,072,470	218,206,797	3,013,238	243,077,915
	Finance Costs	16	37,214	2,642,915	45,701	3,686,723
	Depreciation and amortization expenses		200,629	14,248,694	187,974	15,163,863
	Other Expenses	17	1,573,745	111,767,349	1,634,182	131,829,466
	Total Expenses		<u>5,158,373</u>	<u>366,343,321</u>	<u>5,223,943</u>	<u>421,420,656</u>
V	Profit before Extraordinary Item (III - IV)		<u>(461,280)</u>	<u>(32,755,808)</u>	<u>10,156</u>	<u>814,101</u>
VI	Extraordinary Income		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
VII	Profit before tax		<u>(461,280)</u>	<u>(32,755,808)</u>	<u>10,156</u>	<u>814,101</u>
VIII Tax expenses :						
	Current Tax		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
IX	Profit / (Loss) for the period (VII - VIII)		<u>(461,280)</u>	<u>(32,755,808)</u>	<u>10,156</u>	<u>814,101</u>

TRANSLATED FINANCIAL STATEMENTS

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st DECEMBER 2015

	EURO Year ended 31-12-2015	EURO Year ended 31-12-2015	EURO Year ended 31-12-2015	EURO Year ended 31-12-2014	EURO Year ended 31-12-2014	EURO Year ended 31-12-2014
A. CASH FLOW FROM OPERATING ACTIVITIES:						
Net Profit before Tax	(461,280)	(32,755,808)	10,156	15,163,863	814,101	
Adjustments For:						
Depreciation	200,629	14,248,694	187,974	15,163,863		
Exchange variation on depreciation		238,749		(742,497)		
Exchange variation on application of AS 11		(553,229)		(34,989)		
Interest expense (Net)	37,214	2,642,915	42,585	3,435,366		
Profit on Sale of Asset	-	-	-	-		
Operating Profit before Extraordinary items & Working Capital changes:	(223,437)	(16,178,679)	240,716	17,821,743	18,635,844	
Adjustments For Changes in Working Capital :						
(Increase)/Decrease in Inventories	(3,630)	(262,073)	(1,304)	(100,076)		
(Increase)/Decrease in trade and other receivables	280,704	20,269,656	117,769	9,035,274		
Increase/(Decrease) in Trade Payables and provisions	119,643	8,639,443	(175,969)	(13,500,373)		
Increase/(Decrease) in other liabilities	5,152	371,992	(14,013)	(1,075,021)	(5,640,196)	
Cash generated from operations	178,432	12,840,338	167,198	12,995,648		
Taxes paid	-	-	-	-		
Extraordinary Income	178,432	12,840,338	167,198	12,995,648		
NET CASH FROM OPERATING ACTIVITIES	178,432	12,840,338	167,198	12,995,648		
B. CASH FLOW FROM INVESTING ACTIVITIES :						
Purchase of Fixed Assets	(108,364)	(7,824,988)	(8,846)	(678,665)		
Sale of Asset	37,749	2,725,855	(37,749)	(2,896,103)		
Changes in CWIP	-	-	-	-		
Interest (paid)/received	(70,615)	(5,099,132)	(43,479)	(3,323,412)		
NET CASH USED IN INVESTING ACTIVITIES	(70,615)	(5,099,132)	(43,479)	(3,323,412)		
C. CASH FLOW FROM FINANCING ACTIVITIES						
Loans raised during the year	(78,832)	(5,692,428)	(80,916)	(6,207,870)		
Interest expenses	(37,214)	(2,642,915)	(45,701)	(3,686,723)		
NET CASH USED IN FINANCING ACTIVITIES	(116,046)	(8,335,343)	(126,617)	(9,894,593)		
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(8,228)	(594,136)	(2,898)	(222,356)		
CASH AND CASH EQUIVALENTS-Opening Balance	12,890	930,801	15,788	1,211,292		
CASH AND CASH EQUIVALENTS-Closing Balance	4,662	336,665	12,890	988,936		
Notes : CASH AND CASH EQUIVALENTS include:						
a) Cash and Cheques on hand	-	-	-	-		
b) With Scheduled Banks:						
i) Current Account	4,662	336,665	12,890	988,936		
c) With HSBC Bank plc., London	-	336,665	-	988,936		
	4,662	336,665	12,890	988,936		
	-	-	-	-		
	4,662	336,665	12,890	988,936		

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2015

	Euro		Euro	
	As at	As at	As at	As at
	31-12-2015	31-12-2015	31-12-2014	31-12-2014
1 SHARE CAPITAL				
a. Subscribed				
Share Capital	25,000	1,805,250	25,000	1,918,000
	<u>25,000</u>	<u>1,805,250</u>	<u>25,000</u>	<u>1,918,000</u>

b. Reconciliation of number of shares

	As at 31-12-2015			As at 31-12-2014		
Equity Shares	No. of Shares	Value in Euro	Value in `	No. of Shares	Value in Euro	Value in `
1. Balance at the beginning of the year	-	25,000	1,805,250	-	25,000	1,918,000
2. Add : Shares issued during the year	-	-	-	-	-	-
3. Bonus Shares issued during the year	-	-	-	-	-	-
4. Balance as at the end of the year	-	25,000	1,805,250	-	25,000	1,918,000

c. Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of the Shareholder	As at 31-12-2015			As at 31-12-2014		
	No. of Shares	Shares as % of Total No. of Shares	Value in Euro	No. of Shares	Shares as % of Total No. of Shares	Value in Euro
1. Sundram Fasteners Limited, Chennai	-	100.00	-	-	100.00	-
Sub Total	-	100.00	-	-	100.00	-
2. Total No. of Shares of the Company	-	100.00	-	-	100.00	-

d. Bonus Shares / Buy Back / Shares for consideration other than cash issued during the period of five years immediately preceding the financial year ended 31st December, 2015 :

- (i) Aggregate number of equity shares allotted as fully paid up pursuant to contracts without payment being received in cash : Nil
(ii) Aggregate number of equity shares allotted as fully paid up by way of Bonus Shares : Nil
(iii) Aggregate number of equity shares bought back : Nil

	Euro		Euro	
	As at	As at	As at	As at
	31-12-2015	31-12-2015	31-12-2014	31-12-2014
2. RESERVES & SURPLUS				
a. Surplus in Statement of Profit and Loss				
1. Balance as at the beginning of the year	(630,924)	(45,559,009)	(641,080)	(49,183,671)
2. Profit / (Loss) for the year	(461,280)	(32,755,808)	10,156	814,101
3. Balance available for appropriation (1+2)	<u>(1,092,204)</u>	<u>(78,314,817)</u>	<u>(630,924)</u>	<u>(48,369,570)</u>
b. Foreign Exchange Translation Reserve / (Asset)				
Foreign exchange reserve/ (Asset) arising on account of application of Indian Accounting Standard - 11				
Opening balance as on 01.01.2015		(34,989)		107,623
Current year foreign exchange gain / (loss)		(518,240)		(142,612)
		<u>(553,229)</u>		<u>(34,989)</u>
Total Reserves and Surplus (a + b)	<u>(1,092,204)</u>	<u>(78,868,046)</u>	<u>(630,924)</u>	<u>(48,404,559)</u>

TRANSLATED FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

	Long-term / Non Current				Short-term / Current			
	As at 31-12-2015		As at 31-12-2014		As at 31-12-2015		As at 31-12-2014	
	Euro		Euro		Euro		Euro	
3. BORROWINGS								
Loans from related parties	934,678	67,493,062	985,510	75,608,333	102,000	7,365,420	130,000	9,973,600
Total	934,678	67,493,062	985,510	75,608,333	102,000	7,365,420	130,000	9,973,600
4. TRADE PAYABLES								
Accounts payable by Third parties	-	-	-	-	144,640	10,444,428	154,875	11,881,985
Total	-	-	-	-	144,640	10,444,428	154,875	11,881,985
5. OTHER LIABILITIES								
Tax payable	-	-	-	-	33,334	2,407,050	28,183	2,162,200
Total	-	-	-	-	33,334	2,407,050	28,183	2,162,200
6. PROVISIONS								
1. Accrued personnel expenses	-	-	-	-	158,422	11,439,681	120,214	9,222,813
2. Gratuity	-	-	-	-	65,000	4,693,650	-	-
3. Social security agencies	-	-	-	-	51,141	3,692,913	29,071	2,230,320
4. Accrued annual charges	-	-	-	-	12,600	909,846	8,000	613,760
Total	-	-	-	-	287,163	20,736,090	157,285	12,066,893

7. FIXED ASSETS SCHEDULE

	Tangible						Intangible			
	Plant & Machinery		Fixtures, Fittings and Office Equipments		Total		Software		Total	
	Euro		Euro		Euro		Euro		Euro	
A. Cost of Assets										
As at 31-12-2014	434,531	33,337,218	872,221	66,916,788	1,306,752	100,254,007	874,293	67,075,759	2,181,045	167,329,766
Additions	-	-	108,364	7,824,988	108,364	7,824,988	-	-	108,364	7,824,988
Sales/Discards	-	-	-	-	-	-	-	-	-	-
Other Adjustments										
- Exchange difference	-	(1,959,735)	-	(3,933,718)	-	(5,893,453)	-	(3,943,061)	-	(9,836,514)
- Borrowing Costs	-	-	-	-	-	-	-	-	-	-
As at 31-12-2015	434,531	31,377,483	980,585	70,808,058	1,415,116	102,185,542	874,293	63,132,698	2,289,410	165,318,240
B. Depreciation / Amortization										
As at 31-12-2014	432,429	33,175,924	831,160	63,766,615	1,263,589	96,942,539	527,622	40,479,159	1,791,211	137,421,696
Charges for the year	243	17,258	24,412	1,733,763	24,655	1,751,021	175,974	12,497,673	200,629	14,248,694
Deduction on sale or discards	-	-	-	-	-	-	-	-	-	-
Impairment for the year	-	-	-	-	-	-	-	-	-	-
Other Adjustments										
- Exchange difference	-	(1,950,253)	-	(3,748,533)	-	(5,698,786)	-	(2,379,575)	-	(8,078,361)
- Exchange Diff CY	-	289	-	29,051	-	29,340	-	209,409	-	238,749
As at 31-12-2015	432,672	31,243,218	855,572	61,780,896	1,288,244	93,024,114	703,596	50,806,666	1,991,840	143,830,779
C. Written Down Value										
As at 31-12-2015	1,859	134,264	125,013	9,027,162	126,872	9,161,428	170,697	12,326,032	297,569	21,487,460
As at 31-12-2014	2,102	161,294	41,061	3,150,174	43,163	3,311,468	346,671	26,596,599	389,834	29,908,070
D. Capital Work-in-Progress										
As at 31-12-2015	-	-	-	-	-	-	-	-	-	-
As at 31-12-2014	37,749	2,896,103	-	-	37,749	2,896,103	-	-	37,749	2,896,103

TVS Peiner Services GmbH, Germany

(Incorporated in Germany)

TRANSLATED FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

	EURO		Current	
	As at	As at	As at	As at
	31-12-2015	31-12-2015	31-12-2014	31-12-2014
8. INVENTORIES (Valued at lower of cost and net realizable value)				
Raw Materials and components	<u>54,326</u>	<u>3,922,901</u>	<u>50,696</u>	<u>3,889,409</u>
Total	<u>54,326</u>	<u>3,922,901</u>	<u>50,696</u>	<u>3,889,409</u>
9. CASH AND BANK BALANCES				
Cash and Cash Equivalents				
Balances with Bank				
Commerzbank (e)	4,377	316,073	12,416	952,563
Cash on hand	<u>285</u>	<u>20,593</u>	<u>474</u>	<u>36,373</u>
Total	<u>4,662</u>	<u>336,666</u>	<u>12,890</u>	<u>988,936</u>
10. LOANS AND ADVANCES				
a) Advances to related parties				
Peiner Umformtechnik	25,166	1,817,211	262,494	20,138,506
Windbolt	5,091	367,594	31,883	2,446,096
Sundram Fasteners Limited	1,776	128,209	1,776	136,233
b) Prepaid Expenses	2,700	194,967	-	-
c) Vendor with debit balance	10,351	747,431	5,012	384,542
d) Reclaimable Vat	<u>7,972</u>	<u>575,637</u>	<u>32,594</u>	<u>2,500,636</u>
Total	<u>53,055</u>	<u>3,831,049</u>	<u>333,759</u>	<u>25,606,013</u>
11. OTHER ASSETS				
a) Other Receivables - Windbolt GmbH	<u>24,999</u>	<u>1,805,178</u>	<u>24,999</u>	<u>1,917,923</u>
Total	<u>24,999</u>	<u>1,805,178</u>	<u>24,999</u>	<u>1,917,923</u>
	EURO	Year Ended	EURO	Year Ended
	31-12-2015	31-12-2015	31-12-2014	31-12-2014
12. REVENUE FROM OPERATIONS				
Sales & Logistic Services (Refer Note 12A)	<u>4,651,276</u>	<u>330,333,624</u>	<u>5,159,598</u>	<u>416,224,789</u>
Sub Total	<u>4,651,276</u>	<u>330,333,624</u>	<u>5,159,598</u>	<u>416,224,789</u>
Other Operating Revenues	<u>43,432</u>	<u>3,084,506</u>	<u>50,707</u>	<u>4,090,551</u>
Total Revenue from operations	<u>4,694,708</u>	<u>333,418,130</u>	<u>5,210,305</u>	<u>420,315,340</u>
12A DETAILS OF SERVICES				
Logistic	2,559,276	181,759,784	2,817,591	227,295,077
Sales	1,025,600	72,838,112	1,266,807	102,193,327
IT	720,000	51,134,400	720,000	58,082,400
Purchase Dept	<u>346,400</u>	<u>24,601,328</u>	<u>355,200</u>	<u>28,653,985</u>
Total	<u>4,651,276</u>	<u>330,333,624</u>	<u>5,159,598</u>	<u>416,224,789</u>

TRANSLATED FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

	EURO		EURO	
	Year Ended	Year Ended	Year Ended	Year Ended
	31-12-2015	31-12-2015	31-12-2014	31-12-2014
12B OTHER OPERATING REVENUE				
Other operating income	43,432	3,084,506	50,707	4,090,551
Total	<u>43,432</u>	<u>3,084,506</u>	<u>50,707</u>	<u>4,090,551</u>
13. OTHER INCOME				
Interest Income	–	–	3,116	251,357
Reversal of accruals	2,385	169,383	20,678	1,668,060
Total	<u>2,385</u>	<u>169,383</u>	<u>23,794</u>	<u>1,919,417</u>
14. RAW MATERIALS INCLUDING PACKING MATERIALS CONSUMED				
Opening Stock of Raw Material	50,696	3,660,770	49,392	3,789,318
Add: Purchase of materials	277,946	19,739,697	344,152	27,762,780
Less: Closing Stock of Raw Material	54,326	3,922,901	50,696	3,889,409
Total	<u>274,315</u>	<u>19,477,566</u>	<u>342,848</u>	<u>27,662,689</u>
15. EMPLOYEE BENEFIT EXPENSES				
Salaries, Wages, Bonus and Allowances	2,489,331	1,76,792,288	2,440,447	196,870,839
Employees' Provident and Other Funds	453,915	32,237,050	446,301	36,003,119
Staff & Labour welfare expenses	129,224	9,177,459	126,490	10,203,957
Total	<u>3,072,470</u>	<u>218,206,797</u>	<u>3,013,238</u>	<u>243,077,915</u>
16. FINANCE COST				
Interest expense	37,214	2,642,915	45,701	3,686,723
Total	<u>37,214</u>	<u>2,642,915</u>	<u>45,701</u>	<u>3,686,723</u>
17. OTHER EXPENSES				
Stores and Tools consumed	26,570	1,887,001	20,349	1,641,545
Rent	387,860	27,545,785	400,931	32,343,115
Sub-Contract expenses	391,759	27,822,744	345,968	27,909,226
Freight and Cartage	1,545	109,703	1,884	151,979
Insurance	12,039	855,012	7,784	627,918
Rates & Tax	4,792	340,356	2,290	184,707
Repairs & Maintenance - Building	22,679	1,610,658	34,007	2,743,320
Repairs & Maintenance - Machinery	121,476	8,627,196	99,241	8,005,784
Repairs & Maintenance - others	265,923	18,885,867	285,296	23,014,841
Remuneration to Auditors	15,275	1,084,831	8,000	645,360
Communication expenses	49,631	3,524,823	57,060	4,603,014
Travel & Entertainment	52,074	3,698,264	67,780	5,467,849
Fuel & Electricity	33,684	2,392,266	49,326	3,979,148
Gas	11,638	826,526	79,376	6,403,277
Miscellaneous Expenses (Refer Note 17A)	176,800	12,556,317	174,890	14,108,383
Total	<u>1,573,745</u>	<u>111,767,349</u>	<u>1,634,182</u>	<u>131,829,466</u>

TVS Peiner Services GmbH, Germany

(Incorporated in Germany)

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

	Euro		Euro	
	Year Ended 31-12-2015	Year Ended 31-12-2015	Year Ended 31-12-2014	Year Ended 31-12-2014
17A MISCELLANEOUS EXPENSES				
Bank charges	1,762	125,138	2,262	182,509
Consultancy	1,200	85,224	66	5,324
Legal expenses	6,952	493,708	7,245	584,490
Marketing	-	-	49,278	3,975,268
Advertisement	7,802	554,098	5,972	481,729
Agency fee	41,496	2,947,059	8,583	692,391
Books & periodicals	1,943	137,983	3,644	293,933
Sundry expenses	113,999	8,096,219	97,148	7,836,955
Gifts	1,646	116,888	692	55,784
Total	<u>176,800</u>	<u>12,556,317</u>	<u>174,890</u>	<u>14,108,383</u>

18. NOTES ON ACCOUNTS

1. AS 2: Valuation of Inventories

Inventories of raw materials, consumables and supplies are valued at the lower of average cost or market value as at the balance sheet date.

Raw materials, consumables and supplies consist of consumer material and other supplies.

In all cases, valuation is based on net realizable value, i.e. the cost to complete and a reasonable profit margin is deducted from the expected sales prices.

Merchandise has been received from India and is waiting for delivery to customers. They have been recorded at acquisition costs minor adequate allowances, if any.

Adequate allowances are provided for all identifiable inventory valuation risks resulting from reduced usability and lower replacement costs.

2. AS 3: Cash flow statements

Cash Flow statement has been attached to the Balance Sheet and Profit and Loss account.

3. AS 5 : Net profit or loss for the period, prior period items and changes in accounting policies

Prior Period items

Particulars	EURO	
	Year ended 31-Dec-15	Year ended 31-Dec-15
a) Prior Period Expenses	1,472	104,541

4. AS 11: Accounting for effects in foreign exchange rates

The Balance Sheet as at 31st December 2015 has been translated from Euro to Indian Rupees by applying the year end inter-bank exchange rate of EURO 1 = ₹ 72.21 (2014 EURO 1 = ₹ 76.72). The financial statements have been compiled so as to have them properly drawn up in accordance with the requirements of the Indian Companies Act, 2013 in the manner so required.

Income and Expenditure

Income and expense items have been translated at average exchange rates prevailing during the year EURO 1 = ₹ 71.02; previous period (EURO 1 = ₹ 80.67).

Exchange differences arising out of the translation have been dealt with in accordance with AS 11.

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

5. AS 18: Related Party Transactions

Related Parties :

(I) Where Control exists :

Holding Company

Sundram Fasteners Limited, Chennai

(II) Other Related Parties

Fellow Subsidiaries

Cramlington Precision Forge Ltd., Northumberland, United Kingdom

Sundram RBI Sdn. Bhd., Pandan Indah, Malaysia

TVS Upasana Limited. Chennai

Sundram Non Conventional Energy Systems Ltd., Chennai

Sundram International Inc., Michigan, USA

Sundram Precision Components Limited, Chennai

Sundram Fasteners (Zhejiang) Limited, People's Republic of China

PUT Grundstucks GmbH, Peine, Germany.

Peiner Umformtechnik GmbH, Peine, Germany

Sundram Fasteners Investments Limited, Chennai.

TVS Infotech Limited, Chennai

TVS Infotech Inc., Michigan, USA.

(III) Transactions with related parties

	EURO	-	EURO	-
	As at / Year ended 31-Dec-15	As at / Year ended 31-Dec-15	As at / Year ended 31-Dec-14	As at / Year ended 31-Dec-14
A) Services Rendered:				
Holding Company	-	-	-	-
Fellow Subsidiaries				
a) Peiner Umformtechnik GmbH	4,651,276	330,333,624	5,139,592	414,610,886
b) Windbolt GmbH	-	-	20,007	1,613,965
B) Outstanding Balances				
Due to the Company				
Holding Company	1,776	128,209	1,776	136,233
Fellow Subsidiaries				
a) Peiner Umformtechnik GmbH	25,166	1,817,211	262,494	20,138,540
b) Windbolt GmbH	5,091	367,594	31,883	2,446,064
C) Outstanding Balances Payable by the Company				
Holding Company	700,678	50,595,922	677,510	51,978,567
Fellow Subsidiaries				
a) Peiner Umformtechnik GmbH	336,000	24,262,560	438,000	33,603,360
b) PUT Grundstucks GmbH	-	-	-	-
D) Interest Paid				
Holding Company	-	-	-	-
Fellow Subsidiaries				
a) Peiner Umformtechnik GmbH	13,523	960,391	45,583	3,677,181
E) Rent Paid				
Holding Company	-	-	-	-
Fellow Subsidiaries				
a) PUT Grundstucks GmbH	32,400	2,301,048	32,400	2,613,708

TVS Peiner Services GmbH, Germany

(Incorporated in Germany)

TRANSLATED FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

6. AS 19 : Leases

The Company has entered into renting and leasing contracts, which are in the nature of operating leases as defined in the Accounting Standard – AS 19 in respect of leases, prescribed by the Institute of Chartered Accountants of India. The renting- and leasing contracts will terminate between 2010-2019.

- a) Future minimum lease payments under non-cancelable operating leases in respect of lease agreements entered into:

Year	EURO 31-12-15	` 31-12-15
- for 2016	282,311	20,385,657
- for 2017	261,663	18,894,659
- for 2018	254,430	18,372,425
- for 2019	164,501	11,878,632
- for 2020	56,400	4,072,644
- for 2021	42,300	3,054,483

- b) Significant leasing arrangements:

The Company has entered into rent and leasing contracts in respect of buildings, machinery and equipment, other office equipment and vehicles.

7. AS 20: Earnings Per Share

The Capital of the Company is not divisible into shares of a specific denomination. Hence it is not possible to compute the earnings per share and consequently no disclosure has been made.

8. For other significant accounting policies refer to the financial statements of TVS Peiner Services GmbH.

9. Figures for the previous year have been re-grouped, wherever necessary to conform to current year classification.
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