



## APPENDIX 13

# Independent Auditor's Report

### To Kalyaniwalla & Mistry LLP, auditors of Camlin Fine Sciences Limited Group

We have audited the accompanying Financial Statements of Solentus North America, Inc. ("the Company"), which comprises the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss (including other comprehensive income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, a summary of significant accounting policies and other explanatory information and the accompanying special purpose financial information of Solentus North America, Inc. together called the Fit for Consolidation Financial Statement (FFC).

### Management's Responsibility for the Fit for Consolidation Accounts (FFC)

The Company's Management is responsible for the preparation and fair presentation of the FFC in accordance with the instructions received from Camlin Fine Sciences Limited and Kalyaniwalla & Mistry LLP, the auditors of Camlin Fine Sciences Limited and the accounting policies set out in the group audit instructions. This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the FFC Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these FFC based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the FFC are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the FFC Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the FFC Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the FFC Financial Statements that give a true and fair view 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 Company's Management, as well as evaluating the overall presentation of the FFC financial statements.

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

### Opinion

As requested by you, vide your communication dated April 3, 2018, and solely for your use for expressing an audit opinion on the Consolidated Financial Statements of Camlin Fine Sciences Limited, we report that the attached FFC present fairly, in all material respects, the financial position of Solentus North America, Inc. as at March 31, 2018 and of its financial performance and cash flows for the year then ended and are properly prepared in accordance with the group accounting policies and the instructions referred to above and are in conformity with Group Accounting Policies and Instructions on a basis consistent with that of the preceding year.

We further state that, in our judgment and for the purpose as mentioned above, there are no other matters that need to be reported to you other than what is stated below.

### Emphasis of matter paragraph

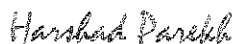
Attention is invited to Note 2.3 of the significant policies regarding the financial statement being prepared on a going concern basis, notwithstanding the fact that the Company's net worth is eroded (Net worth as at March 31, 2018: CAD 503,859). The Company has suspended its operations during the year ended March 31, 2015 and is in process of evaluating alternate business opportunities. These events cast significant doubt on the ability of a company to continue as a going concern. The appropriateness of the said basis is entirely dependent on its parent company, Camlin Fine Sciences Limited, to provide financial support and honour the Company's obligation as they arise. However, our opinion is not modified in this respect.

### Other matters

In particular and with respect to Camlin Fine Sciences Limited and the other components in the Camlin Fine Sciences Limited Group, referred to in **Para 1.2** of the Group Audit Instructions, we are independent and comply with the applicable requirements of the Canadian generally accepted auditing standards.

The FFC has been prepared for purposes of providing information to Camlin Fine Sciences Limited to enable it to prepare the consolidated financial statements of Camlin Fine Sciences Limited. The special purpose financial information is not a complete set of financial statements of the Company and thus not suitable for any other purpose. This report is intended solely for the purpose of expressing an audit opinion on the consolidated financial statements of Camlin Fine Sciences Limited by Kalyaniwalla & Mistry LLP and should not be used for any other purpose or distributed to other parties.

Yours faithfully,



Harshad Parekh, Engagement Partner

KNAV Professional Corporation  
Chartered Professional Accountants

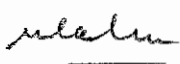
Date: May 23, 2018

**Solentus North America Inc.**  
**Balance Sheets**

*(All amounts in Canadian Dollars, unless otherwise specified)*

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>ASSETS</b>			
<b>Current assets</b>			
Financial assets			
Cash and cash equivalents	18,973	34,239	18,618
	<b>18,973</b>	<b>34,239</b>	<b>18,618</b>
Other current assets	-	5,696	2,183
<b>Total current assets</b>	<b>18,973</b>	<b>39,935</b>	<b>20,801</b>
<b>TOTAL ASSETS</b>	<b>18,973</b>	<b>39,935</b>	<b>20,801</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	98,600	98,600	98,600
Other equity	(5,03,859)	(4,84,212)	(4,30,833)
	<b>(4,05,259)</b>	<b>(3,85,612)</b>	<b>(3,32,233)</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
Borrowings	-	66,642	25,933
	-	<b>66,642</b>	<b>25,933</b>
<b>Total non-current liabilities</b>	-	<b>66,642</b>	<b>25,933</b>
<b>Current liabilities</b>			
Financial liabilities			
Borrowings	3,21,755	2,65,899	2,32,749
Trade payables	34,243	45,926	69,335
Other financial liabilities	68,234	47,080	25,017
	<b>4,24,232</b>	<b>3,58,905</b>	<b>3,27,101</b>
<b>Total current liabilities</b>	<b>4,24,232</b>	<b>3,58,905</b>	<b>3,27,101</b>
<b>Total equity and liabilities</b>	<b>18,973</b>	<b>39,935</b>	<b>20,801</b>

*(The above financial statements shall be read in conjunction with the accompanying notes)*

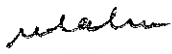
As per our attached report of even date	For and on behalf of the Board	
KNAV Professional Corporation		_____
KNAV Professional Corporation	Director	CFO
Chartered Professional Accountants		
Place: Toronto, Ontario	Date :	23-May-18

Solentus North America Inc.  
Statements of Profit and Loss

(All amounts in Canadian Dollars, unless otherwise specified)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Other income	15,146	3,597
<b>Total income</b>	<b>15,146</b>	<b>3,597</b>
<b>Expenses</b>		
Employee benefits expense	-	14,613
Finance costs	26,838	25,097
Other expenses	7,955	17,266
<b>Total expenses</b>	<b>34,793</b>	<b>56,976</b>
Loss before tax	(19,647)	(53,379)
Tax expenses	-	-
<b>Net loss for the year</b>	<b>(19,647)</b>	<b>(53,379)</b>
Other comprehensive income	-	-
<b>Total other comprehensive income</b>	<b>-</b>	<b>-</b>
<b>Total other comprehensive loss for the year</b>	<b>(19,647)</b>	<b>(53,379)</b>
<b>Loss per equity share</b>		
Basic	(0.20)	(0.54)
Diluted	(0.20)	(0.54)

(The above financial statements shall be read in conjunction with the accompanying notes)

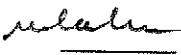
As per our attached report of even date	For and on behalf of the Board	
KNAV Professional Corporation		_____
KNAV Professional Corporation	Director	CFO
Chartered Professional Accountants		
Place: Toronto, Ontario	Date :	23-May-18

**Solentus North America Inc.**  
**Statements of Cash Flows**

*(All amounts in Canadian Dollars, unless otherwise specified)*

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Cash flows from operating activities		
Net loss for the year	(19,647)	(53,379)
<b>Adjustments for:</b>		
Unrealized foreign exchange (gain) loss	(12,445)	11,080
<b>Net change in operating working capital</b>		
Other current assets	5,696	(3,513)
Accounts payable and accrued liabilities	(11,683)	(23,409)
Other current liabilities	22,813	22,063
<b>Cash used in operating activities</b>	<b>(15,266)</b>	<b>(47,158)</b>
<b>Cash flow from financing activities</b>		
Proceeds from parent company loan	-	62,779
<b>Cash provided by financing activities</b>	<b>-</b>	<b>62,779</b>
(Decrease) increase in cash and cash equivalents	(15,266)	15,621
Cash and cash equivalents, at beginning of the period	34,239	18,618
<b>Cash and cash equivalents, at end of the period</b>	<b>18,973</b>	<b>34,239</b>

*(The above financial statements shall be read in conjunction with the accompanying notes)*

As per our attached report of even date	For and on behalf of the Board	
<i>KNAV Professional Corporation</i>		
KNAV Professional Corporation	Director	CFO
Chartered Professional Accountants		
Place: Toronto, Ontario	Date:	23-May-18

Appendix 6 contin.

Solentus North America Inc.  
 Statement of Changes in Equity for the year ended March 31, 2018  
 (All amounts in Canadian Dollars, unless otherwise specified)

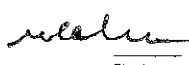
A Equity Share Capital

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Balance as at the beginning of the reporting year	98,600	98,600
Add: Issued during the year	-	-
Balance as at the end of the reporting year	98,600	98,600

B Other Equity

Particulars	Reserves and surplus					Other comprehensive income	Total
	Capital reserve	Securities premium	employee compensation expense	General reserve	Retained earnings		
<b>Balance as at April 1, 2016</b>	-	-	-	-	(1,30,833)	-	(4,36,833)
(i) Net loss for the year	-	-	-	-	(53,379)	-	(53,379)
(ii) Other comprehensive income for the year (net of deferred tax)	-	-	-	-	-	-	-
<b>Balance as at March 31, 2017</b>	-	-	-	-	(4,84,212)	-	(4,84,212)
(i) Net loss for the year	-	-	-	-	(19,647)	-	(19,647)
(ii) Other comprehensive income for the year (net of deferred tax)	-	-	-	-	-	-	-
<b>Balance as at March 31, 2018</b>	-	-	-	-	(5,03,859)	-	(5,03,859)

(The above financial statements shall be read in conjunction with the accompanying notes)

As per our attached report of even date	For and on behalf of the Board
KPMV Professional Corporation KPMV Professional Corporation Chartered Professional Accountants	 Director CFO
Place: Toronto, Ontario	Date: 23-May-18

**Solentus North America Inc.**

Appendix 6.1

Additional information forming part of the Financial Statements for the year ended March 31, 2018

(All amounts in Canadian Dollars, unless otherwise specified)

**(A) INCOME TAXES**

**(a) Amounts recognised in Profit and Loss**

Particulars					March 31, 2018	March 31, 2017
Current tax					-	-
Adjustment for tax of prior years					-	-
Deferred tax (net)					-	-
<b>Tax expense for the year</b>					-	-

**(b) Amounts recognised in Other Comprehensive Income**

Particulars	For the year ended March 31, 2018			For the year ended March 31, 2017		
	Before tax	Tax (expense) benefit	Net of tax	Before tax	Tax (expense) benefit	Net of tax
Remeasurements of Defined Benefit Liability (Asset)	-	-	-	-	-	-
<i>other e.g. Fair valuation of investments in equity shares</i>	-	-	-	-	-	-
	-	-	-	-	-	-

**(c) Reconciliation of Effective Tax Rate**

Particulars					March 31, 2018	March 31, 2017
<b>Profit Before Tax</b>					(19,647)	(53,379)
Tax using the Company's domestic tax rate					26.50%	26.50%
<b>Tax amount (theoretical)</b>					(5,206)	(14,145)
<b>Tax effect of:</b>						
Unabsorbed Losses						
Adjustment for tax of prior years						
Tax-exempt Income						
Non-deductible Expenses					3,897	3,323
Change in recognised deductible temporary differences					(8)	(26)
Unrealised foreign exchange gain/loss					(3,298)	2,936
Valuation allowance created					4,616	7,912
<b>Tax expense recognised</b>					-	-

**Solentus North America Inc.**  
**Significant Accounting Policies**

*(All amounts in Canadian Dollars, unless otherwise specified)*

**1 Reporting entity**

Solentus North America, Inc is a wholly owned subsidiary of Camlin Fine Sciences Limited ("the parent company"), a company incorporated in India. Solentus North America, Inc ("the Company") was incorporated under the Canada Business Corporations Act (Ontario) on October 11, 2013. The Company is engaged in sales, marketing and distribution of specialty ingredients, antioxidants, specialty blends, formulations, emulsifiers vitamins and other related clusters of products for the food, beverage, bakery feed industry and cosmetic industry. The Company has temporarily suspended its business operations.

**2 Basis of preparation**

**2.1 Statement of compliance**

The accompanying special purpose financial information of Solentus North America Inc. together called the Fit for Consolidation Financial Statements (FFC) are prepared in accordance with the instructions received from Camlin Fine Sciences Limited and Kalyaniwala & Mistry LLP, the auditors of Camlin Fine Sciences Limited and the accounting policies set out in the group audit instructions.

The financial statements were authorized for issue by the Company's Board of Directors on May 24, 2018

**2.2 Basis of measurement**

The financial statements have been prepared on historical cost basis, except for certain financial instruments which are measured at fair values.

The financial statements are prepared and presented in Canadian Dollars (CAD), which is also the Company's functional currency.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in the financial statements is determined on such a basis, except measurements that have some similarities to fair value but are not fair value, such as net realizable value in inventories or value in use in impairment of assets. The basis of fair valuation of these items is given as part of their respective accounting policies.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the company can access at the measurement date;
- Level 2 inputs other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability

**2.3 Going concern**

The Company has an accumulated loss of CAD \$3,859 as at March 31, 2018 and its negative net worth as at that date is CAD 405,259. The Company has suspended its operations during the previous years. Although these events and condition cast significant doubt on the Company's ability to continue as a going concern, the Company has plans for renewal of its operations. Camlin Fine Sciences Limited, the parent company, has agreed that it will continue to provide financial support and honour the Company's obligations as they arise. The management holds the view that Company will realize all its assets and discharge liabilities in normal course of business. Accordingly, the financial statements have been prepared on the basis that the Company is a going concern and that no adjustments are required to the carrying value of assets and liabilities.

**3 Use of estimates and judgements**

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods.

**4 Financial instruments**

*Non derivative financial assets*

i) Cash and cash equivalents

Cash comprises balance with bank reported as cash equivalents on the balance sheet and for the purpose of statement of cash flows.

*Non derivative financial liabilities*

i) Trade payables

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business if longer). Trade payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

ii) Loans and borrowings

Loans and borrowings are recognised initially at fair value and subsequently, interest-bearing loans and borrowings are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method.



**5 Provisions and contingent liabilities**

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle an obligation in respect of which a reliable estimate can be made. Provisions are discounted to their present value if the time value of money is material. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed in Notes. Contingent liabilities are disclosed for:

(i) possible obligations which will be confirmed only by future events not wholly within the control of the Company.

(ii) present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of obligation cannot be made.

Contingent assets are not recognised in the financial statements.

**6 Foreign currency transactions**

Transactions in foreign currencies are translated to the Company's functional currency at exchange rates at the date of transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the exchange rate at the reporting date. Non-monetary items that are measured based on historical cost in a foreign currency are not translated.

Exchange differences arising on settlement of transactions or translation of monetary assets and liabilities at rates different from those at which they were translated on initial recognition during the period or in the previous financial statements are recognised in the Statement of Profit and Loss in the year in which they arise except for exchange differences recognised as a part of qualifying assets.

**7 Taxation**

Income tax expense comprises current and deferred tax.

(i) Current tax

Current tax is determined as the amount of tax payable or recoverable in respect of taxable income or loss for the year. It is measured using tax rates that are enacted or substantively enacted at the reporting date.

(ii) Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and amounts used for taxation purposes.

Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are amounts of income taxes in future periods in respect of deductible temporary differences, unused tax losses, and unused tax credits to the extent it is probable that future taxable profits will be available against which they can be used. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or all of the deferred tax asset to be utilised.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

**8 Earnings per share**

Basic earnings per share is computed by dividing the net profit / (loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit / (loss) after tax by the weighted average number of equity shares outstanding during the year adjusted for the effects of all dilutive potential equity shares.

**9 Segment reporting**

The Company's operations constitute a single business segment in Fine Chemicals.

Solentus North America Inc.

Appendix 6.1.1

Additional information forming part of the Financial Statements for the year ended March 31, 2018

(All amounts in Canadian Dollars, unless otherwise specified)

**(B) DEFERRED TAX ASSETS / LIABILITIES (NET) - MOVEMENT IN DEFERRED TAX BALANCES**

**(a) Movement in Deferred Tax Balances for the year ended March 31, 2018**

Particulars	Net Balance as at April 1, 2017	Movement during the year			As at March 31, 2018	
		Recognised in Profit or Loss	Recognised in Equity	Other	Net	Deferred Tax Asset/(Liability)
<b>Deferred Tax Asset/(Liabilities)</b>						
Property, Plant and Equipment					-	-
Employee Benefits					-	-
Unused Tax Credit					-	-
Other Items					-	-
<b>Deferred Tax Assets/(Liabilities)</b>	-	-	-	-	-	-

**(b) Movement in Deferred Tax Balances for the year ended March 31, 2017**

Particulars	Net Balance as at April 1, 2016	Movement during the year			As at March 31, 2017	
		Recognised in Profit or Loss	Recognised in Equity	Other	Net	Deferred Tax Asset/(Liability)
<b>Deferred Tax Asset/(Liabilities)</b>						
Property, Plant and Equipment					-	-
Employee Benefits					-	-
Unused Tax Credit					-	-
Other Items					-	-
<b>Deferred Tax Assets/(Liabilities)</b>	-	-	-	-	-	-

**Solentus North America Inc.**

Appendix 6.2

Additional information forming part of the Financial Statements for the year ended March 31, 2018

(All amounts in Canadian Dollars, unless otherwise specified)

**A) Transactions with Related Parties**

Particulars	Year / As at	Holding Company	Fellow Subsidiaries	Associate Company	Joint Venture Company	Enterprise Over which Key Management Personnel Exercise Significant Influence	Key Management Personnel	Relatives of Key Management Personnel	Total
<u>Outstanding Balances as at year end</u>									
Payable	31.03.2018	26,883	-	-	-	-	-	-	26,883
	31.03.2017	<i>26,883</i>	-	-	-	-	-	-	<i>26,883</i>
	01.04.2016	<i>27,993</i>	-	-	-	-	-	-	<i>27,993</i>
Loan Taken	31.03.2018	3,21,755	-	-	-	-	-	-	3,21,755
	31.03.2017	<i>3,32,541</i>	-	-	-	-	-	-	<i>3,32,541</i>
	01.04.2016	<i>2,58,682</i>	-	-	-	-	-	-	<i>2,58,682</i>
Interest payable	31.03.2018	68,233	-	-	-	-	-	-	68,233
	31.03.2017	<i>47,080</i>	-	-	-	-	-	-	<i>47,080</i>
	01.04.2016	<i>25,017</i>	-	-	-	-	-	-	<i>25,017</i>
<u>Transactions during the year</u>									
Interest Expense on loan	31.03.2018	26,838	-	-	-	-	-	-	26,838
	31.03.2017	<i>25,097</i>	-	-	-	-	-	-	<i>25,097</i>
	31.03.2016	<i>20,932</i>	-	-	-	-	-	-	<i>20,932</i>

Note: Figures in italics denote figures for previous year.



**Solentus North America Inc.**

Appendix 6.3

Additional information forming part of the Financial Statements for the year ended March 31, 2018

(All amounts in Canadian Dollars, unless otherwise specified)

Local Currency (fully figure)

**EMPLOYEE BENEFITS**

(This schedule to be prepared for each plan with respect to post retirement separately)

The amounts recognised in the Company's financial statements as at year end are as under:

	31/03/2018	31/03/2017
<b>i) Change in Present Value of Defined Benefit Obligation</b>		
Present value of the obligation at the beginning of the year		
Current Service Cost		
Interest Cost		
Liability on transfer of employees from group companies		
Obligation on Transfer of Employees pursuant to Scheme of Amalgamation		
Actuarial (Gain) / Loss on Obligation		
Benefits Paid		
Actuarial changes arising from changes in demographic assumptions		
Actuarial changes arising from changes in financial assumptions		
Actuarial changes arising from changes in experience adjustments		
<b>Present value of the obligation at the end of the year</b>	-	-
<b>ii) Change in Plan Assets</b>		
Fair value of Plan Assets at the beginning of the year		
Plan Assets taken over pursuant to Scheme of Amalgamation		
Expected return on Plan Assets		
Actuarial Gain / (Loss) on Plan Assets		
Return on plan assets excluding interest income		
Contributions by the Employer		
Benefits Paid		
Fair value of Plan Assets at the end of the year	-	-
<b>iii) Amounts Recognised in the Balance Sheet:</b>		
Present value of Obligation at the end of the year		
Fair value of Plan Assets at the end of the year		
Net Obligation at the end of the year		
<b>iv) Amounts Recognised in the Statement of Profit and Loss:</b>		
Current Service Cost		
Interest Cost on Obligation		
Expected return on Plan Assets		
Net Actuarial (Gain) / Loss recognised in the year		
Net Cost Included in Personnel Expenses		
<b>v) Recognised in other comprehensive income for the year</b>		
Actuarial changes arising from changes in demographic assumptions		
Actuarial changes arising from changes in financial assumptions		
Actuarial changes arising from changes in experience adjustments		
Return on plan assets excluding interest income		
Recognised in other comprehensive income		

	31/03/2018	31/03/2017
<b>vi) Maturity profile of defined benefit obligation</b> Within the next 12 months Between 2 and 5 years Between 5 and 10 years		
<b>vii) Quantative sensitivity analysis for significant assumption is as below:</b> Increase/(decrease) on present value of defined benefits obligation at the end of the year. <ul style="list-style-type: none"> <li>i. One percentage point increase in discount rate</li> <li>ii. One percentage point decrease in discount rate</li> <li>i. One percentage point increase in rate of salary increase</li> <li>ii. One percentage point decrease in rate of salary increase</li> <li>i. One percentage point increase in employee turnover rate</li> <li>ii. One percentage point decrease in employee turnover rate</li> <li>i. One percentage point increase in medical inflation rate</li> <li>ii. One percentage point decrease in medical inflation rate</li> </ul>		
<b>viii) Sensitivity Analysis Method</b>		
<b>ix) Actuarial Assumptions</b> <ul style="list-style-type: none"> <li>i) Discount Rate</li> <li>ii) Expected Rate of Return on Plan Assets</li> <li>iii) Salary Escalation Rate</li> <li>iv) Employee Turnover</li> <li>v) Mortality</li> </ul>		

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

**Solentus North America Inc.**

**Appendix 6.4**

Additional information forming part of the Financial Statements for the year ended March 31, 2018

*(All amounts in Canadian Dollars, unless otherwise specified)*

**Cash and Cash Equivalents**

	<b>Particulars</b>	<b>As at March 31, 2018</b>	<b>As at March 31, 2017</b>	<b>As at April 1, 2016</b>
(a)	Balances with banks (i) in current accounts	18,973	34,239	18,618

**Solentus North America Inc.**

Appendix 6.5

Additional information forming part of the Financial Statements for the year ended March 31, 2018  
 (All amounts in Canadian Dollars, unless otherwise specified)

**Financial instruments – Fair values and risk management**

The management consider that the carrying amounts of financial assets and liabilities recognized in the financial statements approximate their fair value as on March 31, 2018.

As at March 31, 2018

Particulars	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amotised Cost	Total	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>								
Cash and cash equivalents			18,973	18,973	-			-
	-	-	18,973	18,973	-	-	-	-
<b>Financial liabilities</b>								
Borrowings			3,21,755	3,21,755	-			-
Trade payables			68,234	68,234	-			-
Other current Financial Liabilities			34,243	34,243	-			-
	-	-	4,24,232	4,24,232	-	-	-	-



Appendix 6.5 contrn.  
As at March 31, 2017

Particulars	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amotised Cost	Total	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>								
Cash and cash equivalents			34,239	34,239	-			-
	-	-	<b>34,239</b>	<b>34,239</b>	-	-	-	-
<b>Financial liabilities</b>								
<b>Non Current</b>				-	-			-
Borrowings			66,642	66,642				
<b>Current</b>				-	-			-
Borrowings			2,65,899	2,65,899	-			-
Trade payables			47,080	47,080	-			-
Other current Financial Liabilities			45,926	45,926	-			-
	-	-	<b>4,25,547</b>	<b>4,25,547</b>	-	-	-	-

Appendix 6.5 contr..  
As at April 01, 2016

Particulars	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amotised Cost	Total	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>								
Cash and cash equivalents			18,618	18,618	-			-
	-	-	<b>18,618</b>	<b>18,618</b>	-	-	-	-
<b>Financial liabilities</b>								
<b>Non Current</b>				-	-			-
Borrowings			25,933	25,933	-			-
<b>Current</b>				-	-			-
Borrowings			2,32,749	2,32,749	-			-
Trade payables			25,017	25,017	-			-
Other current Financial Liabilities			69,335	69,335	-			-
	-	-	<b>3,53,034</b>	<b>3,53,034</b>	-	-	-	-

**Solentus North America Inc.**

Appendix 6.5.1

Additional information forming part of the Financial Statements for the year ended March 31, 2018

*(All amounts in Canadian Dollars, unless otherwise specified)*

**A. CREDIT RISK**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investments in debt securities.

The carrying amount of financial assets represents the maximum credit exposure.

**Trade and other receivables**

The Company has suspended its operations, thus there are no receivables or revenue in the year. As a consequence, there is no credit risk.

**Cash and cash equivalents**

The Company maintains its cash and cash equivalents with credit worthy banks and financial institutions and reviews it on ongoing basis. The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be good.

NOT  
APPLICABLE

**Solentus North America Inc.**

## Appendix 6.5.2

Additional information forming part of the Financial Statements for the year ended March 31, 2018

*(All amounts in Canadian Dollars, unless otherwise specified)**Local Currency (fully figure)***B. LIQUIDITY RISK**

There is liquidity risk for the reason that the Networth of the year is eroded (March 31, 2018: CAD 405,258). Also, the company has suspended the operations since the financial year ended March 31, 2015, and is in process of evaluating alternate business opportunities. These events cast significant doubt on the ability of a company to continue as a going concern.

The mitigatory factor is entirely dependent on its parent company Camlin Fine Sciences Limited to provide financial support and honour the company's obligation as they arise.

**Exposure to liquidity risk**

The following are the remaining contractual maturities of financial liabilities at the reporting date.

Contractual cash flows statement as at March 31, 2018							
Particulars	Carrying amount	Total	Less than 6 months	6-12 months	1-2 years	2-5 years	More than 5 years
<b>Non-derivative financial liabilities</b>							
<b>Current</b>							
Unsecured Borrowings	3,21,755	3,21,755	3,21,755	-	-	-	-
Short term loans from banks	-	-	-	-	-	-	-
Trade Payables	34,243	34,243	34,243	-	-	-	-
Other Current Financial Liabilities	68,234	68,234	68,234	-	-	-	-
Derivative Liability	-	-	-	-	-	-	-
Acceptances	-	-	-	-	-	-	-

Contractual cash flows statement as at March 31, 2017							
Particulars	Carrying amount	Total	Less than 6 months	6-12 months	1-2 years	2-5 years	More than 5 years
<b>Non-derivative financial liabilities</b>							
<b>Non-Current</b>							
Unsecured Borrowings	66,642	66,642	-	-	66,642	-	-
<b>Current</b>							
Unsecured Borrowings	2,65,899	2,65,899	2,65,899	-	-	-	-
Short term loans from banks	-	-	-	-	-	-	-
Trade Payables	45,926	45,926	45,926	-	-	-	-
Other Current Financial Liabilities	47,080	47,080	47,080	-	-	-	-

Contractual cash flows statement as at April 01, 2016							
Particulars	Carrying amount	Total	Less than 6 months	6-12 months	1-2 years	2-5 years	More than 5 years
<b>Non-derivative financial liabilities</b>							
<b>Non-Current</b>							
Unsecured Borrowings	25,933	25,933	-	-	25,933	-	-
<b>Current</b>							
Unsecured Borrowings	2,32,749	2,58,682	2,58,682	-	-	-	-
Trade Payables	69,335	69,335	69,335	-	-	-	-
Other Current Financial Liabilities	25,017	25,017	25,017	-	-	-	-

**Solentus North America Inc.****Appendix 6.5.3**

Additional information forming part of the Financial Statements for the year ended March 31, 2018  
(All amounts in Canadian Dollars, unless otherwise specified)

**C. Currency risk**

The entity has taken a loan from its holding company in US dollars. Since the local currency is Canadian Dollars, the company is exposed to foreign currency rate fluctuations towards secured borrowings and interest payments.

The entity does not use derivative financial instruments for trading or speculative purposes.

**Exposure to currency risk**

The currency profile of financial liabilities as at 31/03/2018, 31/03/2017 and 01/04/2016 are as below:

	Currency	Amount in Foreign Currency			Equivalent Local Currency		
		As at 31/03/2018	As at 31/03/2017	As at 01/04/2016	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
Financial liabilities							
Borrowings	USD	2,49,500	2,49,500	1,99,500	3,21,755	3,32,541	2,58,682
		<b>2,49,500</b>	<b>2,49,500</b>	<b>1,99,500</b>	<b>3,21,755</b>	<b>3,32,541</b>	<b>2,58,682</b>

The following significant exchange rates have been applied during the year.

(CAD)	Year-end spot rate		
	31-03-2018	31-03-2017	01-04-2016
USD 1	1.2896	1.3328	1.2967

**II. Interest rate risk**

Solentus does not face interest rate. The borrowing of CAD 321,755 is a fixed rate borrowing with interest rate of 8.27% payable to the holding company.

**Exposure to interest rate risk**

(Not Applicable)

Nominal amount	As at	As at	As at
	31-03-2018	31-03-2017	01-04-2016
<b>Fixed-rate instruments</b>			
Financial liabilities	3,21,755	3,32,541	2,58,682
<b>Total</b>	<b>3,21,755</b>	<b>3,32,541</b>	<b>2,58,682</b>

**Solentus North America Inc.**

Appendix 6.5.4

Additional information forming part of the Financial Statements for the year ended March 31, 2018

**Capital Management**

The Company's net debt to equity ratios are as follows:

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Borrowings	3,21,755	2,65,899	2,58,682
<b>Gross Debt</b>	<b>3,21,755</b>	<b>2,65,899</b>	<b>2,58,682</b>
Less -Cash and Cash Equivalents	(18,973)	(34,239)	(18,618)
<b>Net debt</b>	<b>3,02,782</b>	<b>2,31,660</b>	<b>2,40,064</b>
<b>Total equity</b>	<b>(4,05,259)</b>	<b>(3,85,612)</b>	<b>(3,32,233)</b>
<b>Net debt to Equity ratio</b>	<b>(0.75)</b>	<b>(0.60)</b>	<b>(0.72)</b>

Solentus North America Inc.

Additional information forming part of the Financial Statements for the year ended March 31, 2018

Appendix 6.6

*Local Currency (fully figure)*

**Statement of Provisions, Contingent Liabilities and Contingent Assets**

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>CLAIMS FOR DUTIES, TAXES AND OTHER MATTERS</b>			
Duties and Taxes e.g. VAT, Local duties etc			
Income-tax matters			
Demand notices issued by Government Authorities / Statutory or Governing Bodies.			
Other matters :			
<b>GUARANTEES</b>			
<b>Guarantees against Borrowings (in excess of Loans outstanding)</b>			
Guarantee amounting to (Local Currency) given by the Company against loan provided by banks to (Name of the Company)			
<b>Others</b>			
<b>CLAIMS AGAINST THE COMPANY NOT ACKNOWLEDGED AS DEBT</b>			
Claims by various parties on account of unauthorized, illegal and fraudulent acts by ....			
Claims pertaining to litigations filed against .....			
Others			



Solentus North America Inc.

Appendix 6.7

Additional information forming part of the Financial Statements for the year ended March 31, 2018

Local Currency (fully figure)

**Statement of Lease disclosure**

**Amounts recognised in profit or loss**

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Lease expense		
Contingent rent expense, if any		
		-

**Finance Lease**

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
a) Not later than one year		
b) Later than one year but later than five years		
c) Later than five years		
	-	-

**Operating Lease**

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
a) Not later than one year		
b) Later than one year but later than five years		
c) Later than five years		
	-	-

**Solentus North America Inc.**

**Appendix 6.8**

Additional information forming part of the Financial Statements for the year ended March 31, 2018

*Local Currency (fully figure)*

**Offsetting for financial assets & financial liabilities**

A financial asset and a financial liability shall be offset and the net amount presented in the balance sheet when, and only when,  
 (a) currently has a legally enforceable right to set off the recognised amounts; and  
 (b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously  
 In such cases, the net amounts are disclosed in the balance sheet. Accordingly the net amounts are presented in column 3 below, the offset values are disclosed in column 2 below. The aggregation of the two is disclosed in Column 1 below

Effects of offsetting on the balance sheet as at March 31, 2018			
	Gross amounts	Off-sets	Net amounts presented in the balance sheet
Financial Assets	-	-	-
Total	-	-	-
Financial Liabilities	-	-	-
Total	-	-	-

Effects of offsetting on the balance sheet as at March 31, 2017			
	Gross amounts	Off-sets	Net amounts presented in the balance sheet
Financial Assets	-	-	-
Total	-	-	-
Financial Liabilities	-	-	-
Total	-	-	-

Effects of offsetting on the balance sheet as at April 01, 2016			
	Gross amounts	Off-sets	Net amounts presented in the balance sheet
Financial Assets	-	-	-
Total	-	-	-
Financial Liabilities	-	-	-
Total	-	-	-

Solentus North America Inc.

Appendix 6.9

Additional information forming part of the Financial Statements for the year ended March 31, 2018

*Local Currency (fully figure)*

Assets classified as held for sale (only if IFRS 5 / IND-AS 105 criterias are met)

Asset description / Name of the assets	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
<b>Total assets classified as held for sale</b>	-	-	-

NOT  
APPLICABLE

Solentus North America Inc.

Appendix 6.10

Additional information forming part of the Financial Statements for the year ended March 31, 2018

Local Currency (fully figure)

The carrying amounts of assets pledged as security for current and non-current borrowings are:

Particulars of Assets pledged as security	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
<b>CURRENT</b>			
<b>Financial assets</b>			
<i>First charge</i>			
Transferred receivables, if any	-	-	-
<i>Floating charge</i>			
Cash and cash equivalents	-	-	-
Receivables	-	-	-
Others (please specify)	-	-	-
<b>Total current assets pledged as security</b>	-	-	-
<b>Non Financial assets</b>			
<i>First charge</i>			
Inventories	-	-	-
Others (please specify)	-	-	-
<b>Total current assets pledged as security</b>	-	-	-
<b>NON CURRENT</b>			
<b>First charge</b>			
Freehold land	-	-	-
Freehold buildings	-	-	-
Furniture, fittings and equipment acquired under finance lease	-	-	-
Others (please specify)	-	-	-
<b>Total non-current assets pledged as security</b>	-	-	-
<b>Total assets pledged as security</b>	-	-	-

NOT APPLICABLE



Solentus North America Inc.

Appendix 6.12

Additional information forming part of the Financial Statements for the year ended March 31, 2018

*Local Currency (fully figure)*

**Details of Inter Company Closing Stock Data**

Name of inter company from whom goods purchased	Item Code	Item Description	Inter Company Closing Stock Value in local currency

Note : Current tax Percentage \_\_\_\_\_

NOT  
APPLICABLE