

Al Rawasi Rock & Aggregate LLC

**Post Box 2313
Fujairah (U.A.E.)**

**Financial Statements &
Independent Auditor's Report
for the year ended March 31, 2021**

Al Rawasi Rock & Aggregate LLC
Fujairah (U.A.E.)

Financial Statements for the year ended March 31, 2021
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Directors' Report

The directors of the Company has pleasure in submitting this report along with the financial statements of Al Rawasi Rock & Aggregate LLC for the year ended March 31, 2021.

Legal status and shareholders:

Al Rawasi Rock & Aggregate LLC is a Limited Liability Company registered with the Fujairah Municipality in the emirate of Fujairah (U.A.E.) under industrial license no. 80096 & federal registry no. 10028545.

The shareholders of the Company as on reporting date and their interest on that date in the share capital of the Company were as follows:

Sl. No.	Shareholders	Nationality	Shares	Amount (AED)	%
1.	M/s Fujairah International Trading Co. LLC	U.A.E. company	5,100	5,100,000	51.00%
2.	M/s ASI Global Ltd	Mauritius company	4,800	4,800,000	48.00%
3.	M/s ASI Industries Limited	Indian company	100	100,000	1.00%
	Total		10,000	10,000,000	100.00%

However investment in the Company has been contributed by the shareholders as stated below:

Sl. No.	Shareholders	Nationality	Shares	Amount (AED)	%
1.	M/s ASI Global Ltd	Mauritius company	9,900	9,900,000	99.00%
2.	M/s ASI Industries Limited	Indian company	100	100,000	1.00%
	Total		10,000	10,000,000	100.00%

Operations of the Company:

The Company is licensed to carry on the activity of sand and pebble mines operation – crushers, wholesale of building sand, pebbles, and stones trading & exporting. During the year under review it was principally engaged in the same activities.

The financial highlights of the Company are as below:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Revenue & other income	26,620,945	52,876,801
Gross profit	5,818,987	3,452,902
Net profit	286,931	17,677,190
Total liabilities	34,110,626	38,267,540
Equity	33,462,673	33,175,742

Results & dividend:

Net profit for the year amounted to AED 286,931/- (previous year earned net profit of AED 17,677,190/-).



The Company is required under the provisions of UAE Federal Law no. 2 of 2015 on Commercial Companies (as amended) to appropriate 10% of net profit to statutory reserve, every year, until the balance in reserve account reaches 50% of paid-up share capital.

The Company has appropriated AED 28,693/- (previous year AED 1,767,719/-) to statutory reserve. Balance net profit & opening balance of retained earnings is proposed to be carried forward.

Management's responsibilities & acknowledgements:

We confirm that management of the Company is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRS), provisions of the UAE Federal Law no. 2 of 2015 (as amended) on Commercial Companies and the applicable provisions of the Memorandum of Association of the Company.

This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

The Company's management further states that there are no material uncertainties which would make the going concern assumption inappropriate.

Events occurring after the reporting date:

There were no important events occurring after the reporting date that would materially affect the working or the financial statements of the Company.

Auditors:

The Company's auditors, M/s Kothari Auditors & Accountants, Sharjah (U.A.E.) are retiring at the end of the annual general meeting of the shareholders and being eligible have expressed their willingness to be re-appointed. A resolution to re-appoint them for the year 2021-22 and to fix their remuneration would be put up before the shareholders at the annual general meeting.

For Al Rawasi Rock & Aggregate LLC


Vishya Jatia
Directors


Deepak Nemnath Jatia

June 27, 2021

Fujairah, United Arab Emirates



Independent Auditor's Report

To the shareholders of

Al Rawasi Rock & Aggregate LLC
Fujairah (U.A.E.)

Opinion:

We have audited the financial statements of Al Rawasi Rock & Aggregate LLC (the Company), which comprise the statement of financial position as at March 31, 2021, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes & schedule to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at March 31, 2021, its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) applied on a consistent basis.

Basis for opinion:

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Fujairah (U.A.E.), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter:

Without qualifying our opinion we draw your attention to the following:

- Accounts receivables of AED 4,430,896/- are outstanding for more than one year. However management has represented that same are recoverable & reserve for impairment of accounts receivables of AED 450,000/- is sufficient to cover doubtful debts if any.

Other matters:

- VAT payable is based on computation of VAT returns as prepared by the management & subject to assessment by the Federal Tax Authority.

Responsibilities of management and those charged with governance for the financial statements:

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs), provisions of UAE Federal Law no. 2 of 2015 (as amended) Companies and the Memorandum of Association of the Company and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.



كوتاري لتدقيق الحسابات

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Independent Auditor's Report (continued)

To the shareholders of

Al Rawasi Rock & Aggregate LLC

Fujairah (U.A.E.)

Auditor's responsibilities for the audit of the financial statements:

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As a part of our audit in accordance with the International Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entity. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other legal and regulatory requirements:

Further, as required by UAE Federal Law no. 2 of 2015 (as amended) on Commercial Companies we report that:

- We have obtained all the information we considered necessary for the purpose of our audit.
- The financial statements have been prepared and comply, in all material respects, with the applicable provisions of the UAE Federal Law no. 2 of 2015 (as amended) on Commercial Companies and the Memorandum of Association of the Company.
- The Company has maintained proper books of accounts and the financial statements are in agreement therewith.
- The financial information included in the Directors' Report is consistent with the books of accounts and records of the Company.
- The Company has not purchased or invested in any shares during the financial year ended March 31, 2021.



Independent Auditor's Report (continued)

To the shareholders of

Al Rawasi Rock & Aggregate LLC

Fujairah (U.A.E.)

- Note no. 4.1 to the financial statements discloses material related party transactions, and the terms under which they were conducted.
- Based on the information that has been made available to us, nothing has come to our attention which causes us to believe that the Company has contravened, during the financial year ended March 31, 2021, any of the applicable provisions of the UAE Federal Law no. 2 of 2015 (as amended) on Commercial Companies, and the Memorandum of Association of the Company which would materially affect its activities or its financial position as at March 31, 2021.

Vipul R. Kothari

Kothari Vipul R.

Ministry of Economy Registration No. 159

Kothari Auditors & Accountants



June 27, 2021

Sharjah, United Arab Emirates

Ref: S/RP-3297/2021

Al Rawasi Rock & Aggregate LLC
Fujairah (U.A.E.)

Statement of Financial Position as at March 31, 2021

Particulars	Note no.	2020-21 AED	2019-20 AED
Assets:			
Non-current assets			
Property, plant & equipment	Sch 1	36,566,148	40,787,344
		36,566,148	40,787,344
Current assets			
Inventories	5	11,190,603	10,222,828
Deposits, prepayments & advances	6	273,144	767,962
Accounts receivable	7	18,747,899	17,488,274
Cash and bank balances	8	795,505	2,176,874
		31,007,151	30,655,938
Total assets employed		67,573,299	71,443,282
Equity and liabilities:			
Equity			
Share capital	9	10,000,000	10,000,000
Reserves & surplus	10	23,462,673	23,175,742
Equity		33,462,673	33,175,742
Non-current liabilities			
Amounts due to related party	11	5,540,035	5,913,511
Loan from banks & financial institutions	12	31,286	632,734
Loans & advances from others	13	6,785,226	6,785,226
Employee end of service benefits	14	423,204	470,396
		12,779,751	13,801,867
Current liabilities			
Accounts payable	15	1,954,549	1,815,432
Provisions, accruals and other liabilities	16	14,284,111	15,689,046
Loan from banks & financial institutions	12	5,092,215	6,261,195
		21,330,875	24,465,673
Total liabilities		34,110,626	38,267,540
Total equity and liabilities		67,573,299	71,443,282

The attached note nos. 1 - 23 and schedule no. 1 form an integral part of these financial statements.

Auditor's report is on page nos. 3 - 5. The Board of Directors have approved & authorized the directors for the issuance of these financial statements on June 27, 2021.

For Al Rawasi Rock & Aggregate LLC


Tushya Jatie
Directors


Deepak Neennath Jatie

شركة الرواسي للأحجار (ذ.م.م.)
ص.ب: ٢٣١٣ الفجيرة - ا.ع.م.
Al Rawasi Rock & Aggregate L.L.C.
P.O.Box: 2313, Fujairah - U.A.E.

Al Rawasi Rock & Aggregate LLC
Fujairah (U.A.E.)

Statement of Comprehensive Income for the year ended March 31, 2021

Particulars	Note no.	2020-21	2019-20
		AED	AED
Revenue		26,573,383	33,140,248
Direct costs	17	<u>(20,754,396)</u>	<u>(25,687,346)</u>
Gross profit		5,818,987	3,452,902
Other income	18	47,562	19,736,553
Selling & distribution costs	19	(2,363,269)	(1,914,215)
Administrative costs	20	(2,969,502)	(3,098,909)
Finance costs	21	<u>(246,847)</u>	<u>(493,141)</u>
Net profit for the year		<u>286,931</u>	<u>17,677,190</u>

The attached note nos. 1 - 23 and schedule no. 1 form an integral part of these financial statements.

Auditor's report is on page nos. 3 - 5. The Board of Directors have approved & authorized the directors for the issuance of these financial statements on June 27, 2021.

For Al Rawasi Rock & Aggregate LLC


Disha Jatia
Directors


Deepak Nemnath Jatia

شركة الرواسي للأحجار (ذ.م.م.)
ص.ب : ٢٣١٣ الفجيرة - ا.ع.م.
Al Rawasi Rock & Aggregate L.L.C.
P.O.Box: 2313, Fujairah - U.A.E.

Al Rawasi Rock & Aggregate LLC
Fujairah (U.A.E.)

Statement of Changes in Equity for the year ended March 31, 2021

Particulars	Amount in U.A.E. Dirhams (AED)				
	Share capital	Statutory reserve	General reserve	Retained earnings	Total
Balance at March 31, 2019	10,000,000	755,773	1,277,613	3,465,166	15,498,552
Net profit for the year	0	0	0	17,677,190	17,677,190
Transfer to statutory reserve	0	1,767,719	0	(1,767,719)	0
Net movement	0	0	0	0	0
Balance at March 31, 2020	10,000,000	2,523,492	1,277,613	19,374,637	33,175,742
Net profit for the year	0	0	0	286,931	286,931
Transfer to statutory reserve	0	28,693	0	(28,693)	0
Net movement	0	0	0	0	0
Balance at March 31, 2021	10,000,000	2,552,185	1,277,613	19,632,875	33,462,673

The attached note nos. 1 - 23 and schedule no. 1 form an integral part of these financial statements.
Auditor's report is on page nos. 3 - 5.

Al Rawasi Rock & Aggregate LLC
Fujairah (U.A.E.)

Statement of Cash Flows for the year ended March 31, 2021

Particulars	Note no.	2020-21 AED	2019-20 AED
Cash flows from operating activities			
Net profit for the year		286,931	17,677,190
Adjustments for:			
Depreciation on property, plant & equipment		5,347,918	5,383,867
Impairment of accounts receivable		150,000	300,000
Finance costs		246,847	499,141
Employee end of service benefits provided		18,930	128,770
Operating cash flows before changes in working capital		6,050,626	23,988,968
Working capital changes:			
Movement in inventories		(967,775)	(427,799)
Movement in accounts receivable		(1,409,625)	3,216,086
Movement in deposits, prepayments & advances		494,818	(71,829)
Movement in accounts and other payable		139,117	(1,423,274)
Movement in provisions, accruals & other liabilities		(1,404,935)	764,619
Employee end of service benefits paid		(66,122)	(52,522)
Net cash generated from operating activities		2,836,104	25,994,249
Cash flows from investing activities:			
(Additions) to property, plant & equipment		(1,147,239)	(765,394)
Disposal of property, plant and equipment		20,517	0
Net cash (used in) investing activities		(1,126,722)	(765,394)
Cash flows from financing activities:			
Movement in due from related party		(373,476)	(20,652,807)
Movements in loans from banks & financial institutions		(2,470,428)	(3,367,419)
Finance costs		(246,847)	(499,141)
Net cash (used in) financing activities		(3,090,751)	(24,519,367)
Net movements in cash and cash equivalents		(1,381,369)	709,488
Cash and cash equivalents at beginning of the year		2,176,874	1,467,386
Cash and cash equivalents at end of the year	8	795,505	2,176,874

The attached note nos. 1 - 23 and schedule no. 1 form an integral part of these financial statements.
Auditor's report is on page nos. 3 - 5.

Al Rawasi Rock & Aggregate LLC
Fujairah (U.A.E.)

Notes to the Financial Statements for the year ended March 31, 2021

1. Status and activity:

Al Rawasi Rock & Aggregate LLC is a Limited Liability Company registered with the Fujairah Municipality in the emirate of Fujairah (U.A.E.) under industrial license no. 80096 & federal registry no. 10028545

The shareholders of the Company as on reporting date and their interest on that date in the share capital of the Company were as follows:

Sl. No.	Shareholders	Nationality	Shares	Amount (AED)	%
1.	M/s Fujairah International Trading Co. LLC	UAE company	5,100	5,100,000	51.00%
2.	M/s ASI Global Ltd.	Mauritius company	4,800	4,800,000	48.00%
3.	M/s ASI Industries Limited	Indian company	100	100,000	1.00%
	Total		10,000	10,000,000	100.00%

However investment in the Company has been contributed by the shareholders as stated below:

Sl. No.	Shareholders	Nationality	Shares	Amount (AED)	%
1.	M/s ASI Global Ltd.	Mauritius company	9,900	9,900,000	99.00%
2.	M/s ASI Industries Limited	Indian company	100	100,000	1.00%
	Total		10,000	10,000,000	100.00%

The principal place of business of the Company and its administration office is at Al Tawain, Habhab, Fujairah (U.A.E.) and registered address is Post Box 2313, Fujairah (U.A.E.).

The Company is licensed to carry on the activity of sand and pebble mines operation – crushers, wholesale of building sand, pebbles, and stones trading & exporting. During the year under review it was principally engaged in the same activities.

2. Basis of preparation:

2.1. Statement of compliance:

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs), & Interpretations issued by International Accounting Standards Board (IASB), International Financial Reporting Interpretations Committee (IFRIC) and Standing Interpretations Committee (SIC).

2.2. Relevant new & amended standards issued but not yet effective for the period ended March 31, 2021

A number of new standards, amendments to standards and interpretations are not yet effective for annual periods beginning after 1st April 2020 and have not been early applied in preparing these financial statements. None of those are expected to have a significant effect on the financial statements of the Company.

<u>Standard/Interpretation</u>	<u>Effective date</u>
IFRS 17	Insurance contracts 1st January 2023

Al Rawasi Rock & Aggregate LLC
Fujairah (U.A.E.)

Notes to the Financial Statements for the year ended March 31, 2021 (continued)

2.3. Basis of measurement:

These financial statements have been prepared under the going concern assumption and historical cost convention.

2.4. Basis of accounting and coverage:

The Company follows the accrual basis of accounting except for statement of cash flows which is presented on cash basis. Under the accrual basis, the transactions and events are recognized as and when they occur and are recorded in the financial statements for the period to which they relate to.

The financial statements enclosed cover the period from April 01, 2020 to March 31, 2021. Previous year figures are for the period from April 01, 2019 to March 31, 2020 and have been regrouped where necessary.

2.5. Functional & presentation currency:

The financial statements are presented in United Arab Emirates Dirham (AED). The Company's functional currencies are United Arab Emirates Dirham (AED) & United States Dollar (USD). All financial information presented in AED has been rounded off to the nearest U.A.E. Dirham (AED).

2.6. Use of estimates & judgments:

The preparation of financial statements in conformity with International Financial Report Standards (IFRS) requires management to make estimates, judgments and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses.

Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future period affected & same are mentioned under respective accounting policy note.

The following accounting estimates and management judgments which are material in nature, have been considered, in the preparation of financial statements.

- Useful lives of property, plant & equipment:

Company's management estimates the useful life of property, plant & equipment & residual value for calculating depreciation. It reviews the estimated life & residual value on annual basis & future depreciation expense would be adjusted where the management believes that useful life differs from the previous estimates.

- Impairment of inventories

Inventories are subjected to ageing & impairment test on a periodical basis by management on damaged, obsolete and slow moving inventories. These reviews require judgments and estimates. Possible changes in these estimates could result in revisions to the valuation of inventories.

- Impairment of advance to suppliers:

Advance to suppliers are advances to be adjusted against future purchases or works to be undertaken in future. Impairment of advance to suppliers is created if in aggregate or individually balance is remaining outstanding without any adjustments or purchases being undertaken for significant period of time.

Al Rawasi Rock & Aggregate LLC
Fujairah (U.A.E.)

Notes to the Financial Statements for the year ended March 31, 2021 (continued)

- Impairment of accounts receivable:

Accounts receivable are subjected to recoverability test on a periodical basis when collection of full amount is no longer probable. Accounts receivable balances which are individually significant, are verified for ageing, subsequent receipts & balance confirmations. Accounts receivable balances which are individually not material, are assessed collectively & estimated reserve for impairment of accounts receivable is created if same is outstanding for beyond normal credit terms & doubtful.

Management estimates that reserve for impairment created against accounts receivable is sufficient to cover for doubtful losses if any.

- Provision for expected credit loss of receivable:

For trade receivable that do not contain a significant financing component, the loss allowance is measured at initial recognition and throughout the life of the receivable at an amount equal to lifetime expected credit loss (herein after 'ECL'). As a practical expedient, a provision matrix is used to estimate ECL. The Company has trade receivable under the impairment scope of IFRS 9, as there is no significant financing component, the Company's accounting policy choice is the simplified approach.

The Company uses the unadjusted (without taking into consideration the forward-looking information) historical information as it captures a specific economic cycle and that cycle represents the current conditions and forecast of future economic conditions. In case where there is an indication that a macroeconomic event will have a direct unfavorable or favorable impact on the credit risk assessment, the Company adjusts the loss rate during the year.

3. Summary of significant accounting policies:

The following accounting policies have been consistently applied by the management in preparation of the financial statements except where stated here under:

3.1. Current and non-current classification:

The Company presents assets and liabilities in the statement of financial position based on current/non-current classification.

An asset is current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle.
- Held primarily for the purpose of trading.
- Expected to be realized within twelve months after the reporting period.
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle.
- It is held primarily for the purpose of trading.
- It is due to be settled within twelve months after the reporting period.
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Al Rawasi Rock & Aggregate LLC
Fujairah (U.A.E.)

Notes to the Financial Statements for the year ended March 31, 2021 (continued)

3.2. Property, plant and equipment:

Property, plant & equipment are carried at their cost of acquisition including any incidental expenses related to acquisition or installation, less accumulated depreciation and accumulated impairment loss. Depreciation has been provided on straight line method over the estimated useful lives, as determined by the management.

Property, plant & equipment are, at the reporting date, subject to impairment. Where any indication of impairment exists, the carrying amount is written down to its recoverable amount.

The management's estimate of useful life of various assets is as follows:

Caravans	10 years
Crushers	1-20 years
Heavy and mobile equipments	1-10 years
Equipment and supportings	1-12 years
Quarry development	5-10 years
Furniture and office equipments	1-5 years
Motor vehicles	1-8 years

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the statement of comprehensive income.

A decline in the value of property, plant and equipment could have a significant effect on the amounts recognised in these financial statements. Management assesses the impairment of property, plant and equipment whenever events or changes in circumstances indicate that the carrying value may not be recoverable.

Factors that are considered important which could trigger an impairment review include the following:

- significant changes in the technology and regulatory environments.
- evidence from internal reporting which indicates that the economic performance of the asset is, or will be, worse than expected.

3.3. Inventories:

Inventories are carried at the lower of cost and net realizable value (estimated selling price less cost to complete and selling expenses). Stores, consumables & other materials cost includes aggregate of purchase price, including applicable cost to bring the inventory to the present condition, valued at 'first-in-first-out' method. Work in process & Finished goods include cost of direct material, direct labour, packaging costs, other direct costs and allocation of production related overheads.

Any excess of carrying amount, over the net realizable value is charged immediately as impairment loss through statement of comprehensive income. Inventory items, which are slow moving or obsolete are assessed and reserve for impairment is created based on their ageing and saleability.

3.4. Financial instruments:

The Company recognizes a financial instrument (being a financial asset or financial liability) only when the Company becomes a part of the contractual provisions of the instrument.

Accounting policy relevant to each type of financial instrument is as follows:

Al Rawasi Rock & Aggregate LLC
Fujairah (U.A.E.)

Notes to the Financial Statements for the year ended March 31, 2021 (continued)

a. Cash & cash equivalents:

Cash and cash equivalents for the purpose of cash flow statement comprises cash on hand & balance with banks in current accounts.

b. Accounts receivable:

Accounts receivable are amounts due from customers towards sale of goods in the ordinary course of business. Accounts receivable are recognized initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less reserve for impairment of accounts receivable. A reserve for impairment of accounts receivable is recognised when it is probable that the Company will not be able to collect all amounts due according to original terms of the accounts receivable.

c. Accounts payable:

Accounts payable represent obligations towards purchase of goods in the ordinary course of business. Same is free of interest & payable at the end of credit period granted by the suppliers. Accounts payables are recognized initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method.

d. Other financial assets:

Other financial assets are recognised initially at transaction value and subsequently measured at amortised cost using the effective interest method less impairment. However, all other financial assets have a value on realization in the ordinary course of the Company's business, which is at least equal to the amount at which they are stated in the statement of financial position.

e. Other financial liabilities:

Other financial liabilities, including borrowings, are initially measured at transaction value, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

A financial asset (or where applicable a part of a financial asset or a part of group of similar financial assets) is derecognised either when:

- the rights to receive cash flows from the asset have expired or
- the Company retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a 'pass through' arrangement; or
- the Company has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Where the Company has transferred its right to receive cash flows from an asset and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Company's continuing involvement in the asset.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the statement of comprehensive income.

Al Rawasi Rock & Aggregate LLC
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Notes to the Financial Statements for the year ended March 31, 2021 (continued)

Financial assets and financial liabilities are only offset and the net amount reported in the statement of financial position when there is a legally enforceable right to set off the recognised amounts and the Company intends to settle on a net basis.

3.5. Impairment of non-financial assets:

At each reporting date, the Company reviews the carrying amounts of its non-financial assets, to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately. Where an impairment loss subsequently reverses, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognised as income immediately.

3.6. Impairment of financial assets:

An assessment is made at each reporting date to determine whether there is objective evidence that a specific financial asset may be impaired. A financial asset or a group of financial assets is deemed to be impaired if and only if there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of asset (an incurred "loss event") and that loss event (events) has an impact on the estimated future cash flows of the financial assets or the group of financial assets can be readily estimated.

If such evidence exists, any impairment loss is recognised in the statement of comprehensive income. Impairment is determined as follows.

- For assets carried at fair value, impairment is the difference between the cost and fair value less any impairment loss previously recognised in the statement of comprehensive income.
- For assets carried at cost, impairment is the difference between the carrying amount and the present value of future cash flows discounted at the current market rate of return for a similar asset.
- For assets carried at amortized cost, impairment is the difference between carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest.

Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the financial asset no longer exist or have decreased and the decrease can be related objectively to an event occurring after the impairment was recognised.

3.7. Employee benefits:

Employee benefits have been provided for in accordance with the contractual terms with the employees, but are however subject to minimum of U.A.E. Labour Law requirements. The accrual relating to annual leave and leave passage is disclosed as a current liability, while the provision relating to end of service benefits is disclosed as a non-current liability.

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Notes to the Financial Statements for the year ended March 31, 2021 (continued)

3.8. Provisions & contingencies:

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of past events, and it is probable that an outflow of economic benefits would be required to settle these obligations, and a reliable estimate of the same can be made.

Contingent liabilities are not recognized but are disclosed in the notes to financial statements. A disclosure of contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When likelihood of outflow is remote, no provision or disclosure is made.

3.9. Value added tax:

As per the Federal Decree-Law No. (08) of 2017, effective from January 1, 2018, Value Added Tax (VAT), will be charged at 5% standard rate or 0% (as the case may be) on every taxable supply and deemed supply made by the Company. The Company is required to file its VAT returns and compute the payable / receivable tax (which is output tax less input tax / input tax) for the allotted tax period(s) and deposit / claim refund the same within the prescribed due dates of filing VAT return. Net position of Value Added Tax as on reporting date is disclosed under other current assets or other current liabilities as applicable.

3.10. General reserve:

General reserve represents amount set aside by the Company out of net profits. This being a free reserve is to be utilized at the discretion of the management/shareholders.

3.11. Statutory reserve:

The Company is required under the provisions of UAE Federal Law no. 2 of 2015 (as amended) on Commercial Companies to appropriate 10% of net profit to statutory reserve, every year, until the balance in reserve account reaches 50% of paid-up share capital.

The Company has appropriated AED 28,693/- (previous year AED 1,767,719/-) to statutory reserve. Balance net profit & opening balance of retained earnings is proposed to be carried forward.

Statutory reserve is not a free reserve & is not available for distributions.

3.12. Revenue recognition:

Revenue is recognized when it is probable that the economic benefit will flow to the Company and the revenue can be reliably measured. Revenue is measured at fair value of consideration received or receivable, excluding discounts, rebates & duties.

Revenue includes revenue from sale of goods and is recognised when the significant risk and reward of ownership have transferred to the buyer, the entity loses effective control and ownership over the goods, the economic benefit will flow to the Company and the amount can be measured reliably.

The Company had also earned commission income as a one off transaction during the previous year. Same had been recognized based on management representation and confirmations received. Other income is recognised as and when due or received whichever is earlier.

3.13. Expenditure:

Expenses are accounted for on the accrual basis and provisions are made for all known losses and liabilities. Expenses are presented in the statement of comprehensive income, classified according to the function of expense.

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Notes to the Financial Statements for the year ended March 31, 2021 (continued)

3.14. Foreign currencies transactions:

Transactions in foreign currency, if any, are converted into functional currency at prevailing exchange rate on the date such transactions are entered into.

Monetary assets and liabilities denominated in foreign currencies are translated into functional currency at the exchange rates prevailing at the reporting date. Non-monetary assets and liabilities denominated in foreign currencies which are stated at historical cost or fair value, are translated into functional currency at the exchange rates prevailing on the date of such transaction or the date of determination of fair value respectively.

Resultant loss or gain has been recognized in the statement of comprehensive income, in the year in which such assets are realized or liabilities are discharged.

4. Other significant disclosures:

4.1. Related party transactions:

The Company enters into transactions with another company/person that fall within the definition of a related party as per the International Financial Reporting Standards (IFRSs). The terms of trade with such related parties are based on commercial terms & conditions agreed upon with them by the management. Related parties with whom the Company had entered into transactions during the year under review comprise of the shareholder, parent company, ultimate parent company & directors as stated here under:

<u>Name of the related parties</u>	<u>Control</u>	<u>Relation</u>
M/s Fujairah International Trading Co. L.L.C, Fujairah (U.A.E.)	--	Shareholder
M/s ASI Global Ltd., Port Louis (Mauritius)	--	Parent company
M/s ASI Industries Limited, India	Common control	Ultimate parent company
Mr. Tushya Jatia	Director	Key management personnel
Mr. Deepak Nemnath Jatia	Director	Key management personnel

During the year under review, following transactions were entered into with related parties:

<u>Nature of transactions</u>	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Other transactions:		
Interest on amount due to parent company	Nil	69,678

Amounts due to related party:

Amounts due to related party carried interest @ LIBOR +0.50%/5.16% p.a. during previous year.

4.2. Financial, capital risk management & fair value information:

Credit, liquidity & market rate risk:

Credit risk:

Credit risk is the risk of financial loss to the Company if a customer or counter-party to a financial instrument fails to meet its contractual obligations.

The Company's cash is placed with banks of repute.

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Notes to the Financial Statements for the year ended March 31, 2021 (continued)

The exposure to credit risk on accounts receivable is monitored on an ongoing basis by the management and these are considered recoverable by the Company's management. However 69.34% of total accounts receivable were outstanding from 3 customers (previous year 63.10% of the total accounts receivables from 4 customers) and hence the Company has concentration of accounts receivable and consequent risk to that extent.

Accounts receivable of AED 4,430,896/- are outstanding for more than one year. However management has represented that same are recoverable & reserve for impairment of accounts receivables of AED 450,000/- is sufficient to cover doubtful debts if any.

Liquidity risk:

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as and when it falls due. The Company's assets are sufficient to cover its financial obligations.

The table below summarises the maturity profile of the Company's financial liabilities on contractual undiscounted payments.

Financial liabilities as on March 31, 2021	Less than 6 months	6 months to 1 year	More than 1 year	Total AED
Employee end of service benefits	0	0	423,204	423,204
Loans & advances from others	0	0	6,785,226	6,785,226
Accounts payable	1,954,549	0	0	1,954,549
Provisions, accruals & other liabilities	14,052,403	231,708	0	14,284,111
Amounts due to related party	0	0	5,540,035	5,540,035
Loan from banks & financial institutions	4,927,797	164,418	31,286	5,123,501
Total	20,934,749	396,126	12,779,751	34,110,626

Financial liabilities as on March 31, 2020	Less than 6 months	6 months to 1 year	More than 1 year	Total AED
Employee end of service benefits	0	0	470,396	470,396
Loans & advances from others	0	0	6,785,226	6,785,226
Accounts payable	1,815,432	0	0	1,815,432
Provisions, accruals & other liabilities	15,386,135	302,911	0	15,689,046
Amounts due to related party	0	0	5,913,511	5,913,511
Loan from banks & financial institutions	6,224,618	736,577	632,734	7,593,929
Total	23,426,185	1,039,488	13,801,867	38,267,540

Market risk:

Market risk is the risk that changes in market prices, such as investment prices, interest rates and currency rates will affect the Company's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return on risk.

Interest rate risk:

Interest rate risk is the risk of variability in profit due to change in interest rates on interest bearing assets and interest bearing liabilities.

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Notes to the Financial Statements for the year ended March 31, 2021 (continued)

Interest on amount due to parent company carried interest @ LIBOR +0.50%/5.16% p.a. during previous year. Interest on term loan from ADCB is @ 5.5% to 6.75% p.a. (previous year vehicle loan & term loan from ADCB @ 5.5% to 6.75% p.a.). Interest on term loan from M/s. Galadari Trucks & Heavy Equipment Company LLC is @ 3.00% p.a. (previous year @ 3.00% p.a.) and from ICICI bank is @ LIBOR + 3.00% p.a. (previous year @ LIBOR + 3.00% p.a.).

Currency risk:

Currency risk faced by the Company is minimal as there are minimal foreign currency transactions. Most of the monetary assets and liabilities are denominated in United Arab Emirates Dirhams (AED) or in United States Dollar (USD), which is pegged to AED.

Other risks:

- Revenue risk:

61.38% of revenue was generated from 4 customers (previous year 54.00% from 4 customers) and hence the Company has revenue risk to that extent.

- Inventory risk:

Inventory risk is the risk of recoverability/saleability of inventories due to obsolescence and slow movement. The Company assesses inventory items, which are slow moving or obsolete and reserve for impairment of inventory is created based on their ageing and saleability.

4.3. Capital management:

The Company's policy is to maintain a strong capital base so as to maintain lender and creditor confidence and to sustain future development of the business. The Company is not subject to externally imposed capital restrictions.

4.4. Fair value information:

Fair value represents the amount at which an asset could be exchanged or a liability settled in an arm's length transaction, between willing & knowledgeable parties. In respect of all the Company's financial assets viz cash & bank balances, receivables, advances, deposits, accrued income and liabilities viz dues to banks, payables, accruals and other non-current liabilities, in the opinion of the management, the book value approximates to their carrying value.

5. Inventories:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Stores & consumables	4,670,123	4,473,288
Work in progress	153,986	283,990
Finished goods	<u>6,366,494</u>	<u>5,465,550</u>
	<u>11,190,603</u>	<u>10,222,828</u>

Inventories comprising of stores & consumables, work-in-progress & finished goods (blasted rock, amour rock & rocks of different sizes, specifications etc) have been verified by the management and obsolete stock, if any, has been fully provided for.

Al Rawasi Rock & Aggregate LLC
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Notes to the Financial Statements for the year ended March 31, 2021 (continued)

6. Deposits, prepayments & advances:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Deposits	29,132	161,047
Prepayments	140,957	221,274
Loans & advances to staff	19,023	18,569
Other current assets	<u>84,032</u>	<u>367,072</u>
	<u>273,144</u>	<u>767,962</u>

Deposits include AED 21,000/- (previous year AED 153,000/-) placed with the labour department against employee visa guarantees & same can be withheld by them under certain circumstances.

7. Accounts receivable:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Trade receivable	19,197,899	17,788,274
Reserve for impairment of accounts receivable	<u>(450,000)</u>	<u>(300,000)</u>
	<u>18,747,899</u>	<u>17,488,274</u>

Age-wise analysis of accounts receivables is as follows:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Outstanding for less than 3 months	7,146,516	6,861,202
Outstanding for more than 3 months but less than 6 months	5,025,965	2,807,016
Outstanding for more than 6 months but less than 12 months	2,594,522	5,123,289
Outstanding for more than 12 months	<u>4,430,896</u>	<u>2,996,767</u>
	<u>19,197,899</u>	<u>17,788,274</u>

Geographical analysis of accounts receivable is as follows:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Due from within U.A.E.	<u>19,197,899</u>	<u>17,788,274</u>
	<u>19,197,899</u>	<u>17,788,274</u>

Movement in reserve for impairment of accounts receivable is as follows:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Balance at the beginning of the year	300,000	0
Provided for the year	<u>150,000</u>	<u>300,000</u>
Balance at the end of the year	<u>450,000</u>	<u>300,000</u>

The Company's exposure to credit risk relating to accounts receivable is disclosed in note 4.2.

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Notes to the Financial Statements for the year ended March 31, 2021 (continued)

8. Cash and bank balances/Cash & cash equivalents:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Cash on hand	417,207	486,196
Balance with bank in current accounts	<u>378,298</u>	<u>1,690,678</u>
	<u>795,505</u>	<u>2,176,874</u>

9. Share capital:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Share capital	<u>10,000,000</u>	<u>10,000,000</u>
	<u>10,000,000</u>	<u>10,000,000</u>

Share capital comprises of 10,000 fully paid equity shares of AED 1,000/- each (previous year 10,000 fully paid equity shares of AED 1,000/- each).

10. Reserves & surplus:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
General reserve	1,277,613	1,277,613
Statutory reserve	2,552,185	2,523,492
Retained earnings	<u>19,632,875</u>	<u>19,374,637</u>
	<u>23,462,673</u>	<u>23,175,742</u>

11. Amounts due to related party:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Due to parent company	<u>5,540,035</u>	<u>5,913,511</u>
	<u>5,540,035</u>	<u>5,913,511</u>

Amounts due to related party carried interest @ LIBOR +0.50%/5.16% p.a. during previous year.

12. Loan from banks & financial institutions:

12.1. Term loan

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Opening balance	7,593,929	10,902,275
Received during the year	9,542,000	11,927,500
(Repaid) during the year	<u>(12,012,428)</u>	<u>(15,235,846)</u>
Closing balance	5,123,501	7,593,929

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Notes to the Financial Statements for the year ended March 31, 2021 (continued)

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Due within one year	5,092,215	6,961,195
Due after one year	<u>31,286</u>	<u>632,734</u>
	<u>5,123,501</u>	<u>7,593,929</u>

12.2. Vehicle loan

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Opening balance	0	59,073
(Repaid) during the year	<u>0</u>	<u>(59,073)</u>
Closing balance	<u>0</u>	<u>0</u>

12.3. Total loans

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Total - due within one year	5,092,215	6,961,195
Total - due after one year	<u>31,286</u>	<u>632,734</u>
	<u>5,123,501</u>	<u>7,593,929</u>

a. Term loan & vehicle loan from ADCB Bank is secured against lien over equipments/vehicles financed by the banks, assignment of insurance policies covering them, personal guarantees of Mr. Deepak Nemnath Jatia and Mr. Tushya Jatia, mortgage over equipment/vehicles, notarized pledge over assets, list of assets pledged to the bank duly authenticated by the customer/authorised signatory, corporate guarantees, original insurance policy over equipments/vehicles for the invoice value duly assigned in bank's favour along with valid premium receipt & security cheques.

b. Working Capital Demand Loan from ICICI bank, bill discounting & bank guarantee is secured against crushers, unconditional & irrevocable corporate guarantee from the ultimate parent company M/s ASI Industries Limited, unconditional & irrevocable, joint & several personal guarantees of Mr. Deepak Jatia & Mr. Tushya Jatia and hypothecation over current assets, subordination of amount due to parent company (i.e. AED 4,971,147/-) & loan from others (i.e. AED 6,500,000/-) and undated cheque.

c. Term loan from M/s. Galadari Trucks & Heavy Equipment Company LLC is secured against equipment purchased utilising said loan.

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Notes to the Financial Statements for the year ended March 31, 2021 (continued)

13. Loans & advances from others:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Loan from others	6,785,226	6,785,226
	<u>6,785,226</u>	<u>6,785,226</u>

Loan from others does not have any fixed repayment schedule and is free of interest.

14. Employee end of service benefits:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Balance at the beginning of the year	470,396	394,148
Provided for the year	18,930	128,770
(Paid) during the year	(66,122)	(52,522)
Balance at the end of the year	<u>423,204</u>	<u>470,396</u>

15. Accounts payable:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Trade payable	1,754,549	1,605,432
Payable to suppliers of property, plant & equipment	200,000	210,000
	<u>1,954,549</u>	<u>1,815,432</u>

16. Provisions, accruals & other liabilities:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Accrued expenses	13,580,031	14,960,618
Accrued staff salaries & benefits	463,691	549,724
Advance from customers	96,979	69,711
Other current liabilities	143,410	108,993
	<u>14,284,111</u>	<u>15,689,046</u>

a. Accrued expenses include AED 7,792,963/- (previous year AED 9,824,326/-) payable to Fujairah Natural Resources Corporation towards royalty fee & AED 873,011/- (previous year AED 1,436,032/-) payable to Fujairah International Trading Co. towards sponsorship fee, PRO services & related expenses.

b. Other current liabilities represents VAT payable which is based on computation of VAT returns as prepared by the management and subject to assessment & confirmation by the Federal Tax Authority.

Al Rawasi Rock & Aggregate LLC
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Notes to the Financial Statements for the year ended March 31, 2021 (continued)

17. Direct costs:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Drilling & blasting expenses	2,955,607	4,393,647
Royalty expenses	4,440,609	7,399,411
Labour charges & other benefits	2,358,804	3,085,738
Utilities	3,478,750	5,928,177
Depreciation on property, plant and equipment	5,209,723	5,239,543
Other direct expenses	3,081,843	3,503,622
(Increase)decrease in work-in-progress & finished goods	<u>(770,940)</u>	<u>137,208</u>
	<u>20,754,396</u>	<u>29,687,346</u>

18. Other income:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Commission income	0	19,693,275
Miscellaneous income	<u>47,562</u>	<u>43,278</u>
	<u>47,562</u>	<u>19,736,553</u>

Commission income represented amount received towards introductory commission. Same had been recognized based on management representation and confirmations received.

19. Selling & distribution costs:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Freight outward	2,169,005	1,580,039
Impairment of accounts receivables	150,000	300,000
Other sales & marketing expenses	<u>44,264</u>	<u>34,176</u>
	<u>2,363,269</u>	<u>1,914,215</u>

20. Administrative costs:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Salaries & other staff related benefits	849,409	993,792
Communication expenses	47,034	46,146
Fees & charges	1,216,382	1,239,542
Travelling & conveyance expenses	36,651	41,076
Vehicle running & maintenance expenses	49,250	51,412
Bank charges	64,803	221,236
Office & other expenses	567,778	361,381
Depreciation on motor vehicles	<u>138,195</u>	<u>144,324</u>
	<u>2,969,502</u>	<u>3,098,909</u>

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Notes to the Financial Statements for the year ended March 31, 2021 (continued)

21. Finance costs:

	<u>2020-21</u>	<u>2019-20</u>
	<u>AED</u>	<u>AED</u>
Interest on term loan	246,847	428,655
Interest on vehicle loan	0	808
Interest on amounts due to parent company	<u>0</u>	<u>69,678</u>
	<u>246,847</u>	<u>499,141</u>

22. Contingent liabilities:

Except for the ongoing business commitments against which no loss is expected, there has been no known contingent liability or commitments, as on reporting date.

23. Events occurring after the reporting date:

There were no important events occurring after the reporting date that would materially affect the working or the financial statements of the Company.

Al Rawasi Rock & Aggregate LLC Fujairah (U.A.E.)

Schedule to the Financial Statements for the year ended March 31, 2021

Schedule 1 - Property, plant & equipment:

Amount in U.A.E. Dirhams (AED)

Particulars	Caravans	Crushers	Heavy & mobile equipments	Equipments & supportings	Quary development	Furniture & equipments	Vehicles	Total
Cost:								
As at March 31, 2020	3,587,614	27,758,883	27,817,979	5,556,060	22,421,247	1,775,841	1,527,045	90,444,669
Additions	0	721,157	0	40,000	368,072	18,010	0	1,147,239
Disposals	0	0	(148,716)	(129,688)	0	0	(175,400)	(453,804)
As at March 31, 2021	3,587,614	28,480,040	27,669,263	5,466,372	22,789,319	1,793,851	1,351,645	91,138,104
Accumulated depreciation:								
As at March 31, 2020	(2,658,106)	(9,965,394)	(12,240,448)	(3,105,080)	(18,981,583)	(1,716,515)	(990,199)	(49,657,325)
For the year	(118,609)	(1,446,565)	(2,739,435)	(314,289)	(554,346)	(36,479)	(138,195)	(5,347,918)
On disposals	0	0	148,716	129,688	0	0	154,883	433,287
As at March 31, 2021	(2,776,715)	(11,411,959)	(14,831,167)	(3,289,681)	(19,535,929)	(1,752,994)	(973,511)	(54,571,956)
Net value- March 31, 2021	810,899	17,068,081	12,838,096	2,176,691	3,253,390	40,857	378,134	36,566,148
Net value- March 31, 2020	929,508	17,793,489	15,577,531	2,450,980	3,439,664	59,326	536,846	40,787,344

a. Caravans represent amount incurred towards office building & labour camp.

b. Crushers are constructed on land leased from Fujairah Municipality.

c. Crushers of gross value AED 21,068,234/- (previous year AED 21,068,234/-) are pledged to ICICI bank

d. Crushers of gross value AED Nil/- (previous year AED 1,462,000/-), heavy & mobile equipments of gross value AED 1,042,500/- (previous year AED 21,807,500/-), equipment & supportings of gross value AED 492,460/- (previous year AED 807,460/-) & vehicles of gross value AED 149,900/- (previous year AED 606,723/-) were hypothecated to ADCB bank.

e. Heavy & mobile equipments of gross value AED 2,200,000/- (previous year AED 3,840,000/-) are hypothecated to M/s. Galadari Trucks & Heavy Equipment Company LLC against finance obtained for purchase of same.