

**JAIN INTERNATIONAL TRADING BV, NETHERLANDS**  
**BALANCE SHEET AS AT 31 MARCH,2018**

		<i>(in USD)</i>	
	Notes	As at 31-Mar-2018	As at 31-Mar-2017
<b>ASSETS</b>			
<b>Non-current assets</b>			
Financial assets			
(i) Investments in Subsidiaries	3	56,214,427	56,186,954
(ii) Loans	4(b)	137,117,000	139,170,000
(iii) Other financial assets	4(c)	2,060,000	-
Deferred tax assets (net)	6	1,918,713	-
<b>Total non-current assets</b>		<b>197,310,140</b>	<b>195,356,954</b>
<b>Current assets</b>			
Financial assets			
(i) Cash and cash equivalents	4(a)	-	-
(ii) Bank balances other than (i) above	4(a)	76,882	228,855
(iii) Loans	4(b)	133,450	-
(iv) Other financial assets	4(c)	6,649,584	1,704,888
Other current assets	5	2,222	28,344
<b>Total current assets</b>		<b>6,862,139</b>	<b>1,962,087</b>
<b>TOTAL ASSETS</b>		<b>204,172,278</b>	<b>197,319,041</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Equity share capital	7	3,154,506	3,154,506
Other Equity	8	438,696	(3,044,405)
<b>Total Equity</b>		<b>3,593,202</b>	<b>110,101</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
(i) Borrowings	9(a)	197,938,667	194,736,204
<b>Total non-current liabilities</b>		<b>197,938,667</b>	<b>194,736,204</b>
<b>Current liabilities</b>			
Financial liabilities			
(i) Other financial liabilities	9(b)	2,640,409	2,472,736
<b>Total current liabilities</b>		<b>2,640,409</b>	<b>2,472,736</b>
<b>Total liabilities</b>		<b>200,579,076</b>	<b>197,208,940</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>204,172,278</b>	<b>197,319,041</b>
Significant Accounting Policies	2		

The accompanying notes 1 To 18 are an integral part of these financial statements  
As per our report of even date

**For Sanjay & Snehal**  
**Chartered Accountant**

**For and on behalf of the Board of Directors**  
**Jain International Trading B.V.**

**Sanjay T. Tupe**  
**Partner**  
**Membership no. 49623**

**Anil B.Jain**  
**Director A**                      **Director B**

Place:Jalgaon  
Date: 11/05/2018

**JAIN INTERNATIONAL TRADING BV, NETHERLANDS**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH,2018**

(in USD)

	Notes	2017-18	2016-17
<b>INCOME</b>			
Revenue from operations	10	11,931,504	3,780,554
<b>Total income</b>		<b>11,931,504</b>	<b>3,780,554</b>
<b>EXPENSES</b>			
Finance costs	12	15,310,499	5,005,523
Other expenses	11	56,617	52,927
<b>Total expenses</b>		<b>15,367,116</b>	<b>5,058,450</b>
<b>Profit / (loss) before tax</b>		<b>(3,435,612)</b>	<b>(1,277,896)</b>
<b>Income tax expense</b>			
Current tax		-	-
Deferred tax	13	(1,918,713)	-
<b>Total tax expense</b>		<b>(1,918,713)</b>	<b>-</b>
<b>Profit / (loss) after tax</b>		<b>(1,516,899)</b>	<b>(1,277,896)</b>
<b>Other comprehensive income</b>			
(i) Items that will not be reclassified to profit or loss			
- Remeasurements of defined benefit obligations		-	-
- Income tax relating to the above items		-	-
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>(1,516,899)</b>	<b>(1,277,896)</b>
<b>Earning per equity share</b>	14		
Basic		(1,173.16)	(988.32)
Diluted		(1,173.16)	(988.32)
Significant accounting policies	2		

The accompanying notes 1 To 18 are an integral part of these financial statements  
As per our report of even date

For Sanjay & Snehal  
Chartered Accountant

For and on behalf of the Board of Directors  
Jain International Trading B.V.

Sanjay T. Tupe  
Partner  
Membership no. 49623  
Place:Jalgaon  
Date: 11/05/2018

Anil B.Jain  
Director A  
Director B

**JAIN INTERNATIONAL TRADING BV, NETHERLANDS**  
**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH,2018**

(in USD)

	<b>2017-18</b>	<b>2016-17</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>		
<b>Profit/(Loss) before exceptional items and tax</b>	(3,435,612)	(1,277,896)
<b>Adjustments for:</b>		
Finance Cost	15,310,499	5,005,523
Interest Income	(11,931,504)	(3,780,554)
<b>Operating profit before working capital changes</b>	<b>(56,617)</b>	<b>(52,927)</b>
<b>Adjustments for changes in working capital:</b>		
Increase/(decrease) trade payables, other liabilities and provision	(103,568)	(15,996,356)
(Increase)/decrease loans and advances and other asset:	(2,033,878)	(28,344)
<b>Total Adjustments for changes in working capital</b>	<b>(2,137,446)</b>	<b>(16,024,700)</b>
<b>Net cash (used in ) from operating activities (A)</b>	<b>(2,194,064)</b>	<b>(16,077,627)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of Investment	(27,473)	(5,000,000)
Loan (given to) subsidiaries/ associate	1,919,550	(77,591,270)
Interest & dividend received	6,986,808	8,452,122
<b>Net cash (used in) investing activities (B)</b>	<b>8,878,885</b>	<b>(74,139,148)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Total Proceeds by way of issue of equity shares (net	-	3,004,506
Repayment of term loan borrowings	1,700,000	(37,984,832)
Proceeds from Issue of Bond	1,502,463	194,736,204
Securities Premium received /redeemed (Paid	5,000,000	(62,790,000)
Interest and finance charges paid	(15,039,258)	(6,523,573)
<b>Net cash generated from/(used in) financing activities ( C)</b>	<b>(6,836,795)</b>	<b>90,442,305</b>
<b>Net Increase/(Decrease) in cash and cash equivalents (A+B+C)</b>	<b>(151,973)</b>	<b>225,530</b>
<b>Cash and cash equivalents as at the beginning of the yea</b>	<b>228,855</b>	<b>3,325</b>
<b>Cash and cash equivalents as at the end of the year</b>	<b>76,882</b>	<b>228,855</b>

The accompanying notes 1 To 18 are an integral part of these financial statement  
As per our report of even date

For Sanjay & Snehal  
Chartered Accountant

**For and on behalf of the Board of Directors**  
**Jain International Trading B.V.**

Sanjay T. Tupe  
Partner  
Membership no. 49623  
Place:Jalgaon  
Date: 11/05/2018

**Anil B.Jain**  
**Director A**  
**Director B**

**JAIN INTERNATIONAL TRADING BV, NETHERLANDS**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2018**

**1. Company Overview**

The Company is a private company with limited liability mainly acts as a holding and financing company, incorporated under the laws of The Netherlands on 24 March 2010, having its corporate seat in Amsterdam, with office at Strawinskylaan 937, 1077 XX Amsterdam (The Netherlands). The Company is part of the Jain Group and is owned by Jain Irrigation Systems Limited, an India stock listed company based in Mumbai, India.

**2. Significant accounting policies**

**A. Basis of preparation**

**(i) Statement of compliance**

The financial statements have been prepared in accordance with Indian Accounting Standards ('Ind AS') as per Companies (Indian Accounting Standards) Rules, 2015 (as amended) notified under Section 133 of the Companies Act, 2013 (the 'Act') and other relevant provisions of the Act and Rules thereunder. The financial statements have been prepared under the historical cost convention, in accordance with the generally accepted accounting principles. The Company follows the mercantile systems of accounting and recognizes income and expenditure on an accrual basis except stated otherwise.

**B. Revenue Recognition**

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

**C. Use of estimates**

In preparation of Financial Statements requires estimates and assumptions to be made which affect the reported amounts of assets / liabilities and disclosures of contingent liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Although those estimates are based upon Management's best knowledge of current events and actions, actual result could differ from these estimates.

**D. Borrowing cost**

All borrowing costs are recognized in Statement of Profit and Loss in the year in which they are incurred.

**E. Investments in Subsidiaries**

Subsidiaries are entities controlled by the Company. The Company controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

Investments in subsidiaries are initially shown at cost. Where an indication of impairment exists, the recoverable amount of the investment is assessed. Where the carrying amount of an investment is greater than its recoverable amount, it is written down immediately to its recoverable amount and the differences is charged to profit or loss.

**F. Foreign currency transactions**

The annual accounts are presented in USD which is Company's reporting currency. All monetary assets and liabilities denominated in foreign currencies have been translated into US Dollars at the rate of exchange ruling at the balance sheet date where as non-monetary assets expressed in currencies other than USD are translated at historical rates. All transactions denominated in foreign currencies are translated into US Dollars at the official average monthly rate prevailing in that particular month when the transaction took place. Foreign exchange gains and losses arising as a result of the application of the above accounting policies are disclosed separately in the statement of profit and loss.

**G. Tax provision**

The Company is liable for taxation within The Netherlands at prevailing rates after accounting for tax exempt or non-tax deductible items relating to the activities of an investment holding company.

**H. Provisions**

A provision is recognized when there is present obligation as a result of past event, that probably requires an outflow of resources and a reliable estimate can be made to settle the obligation. Provision is not discounted to its present value and is determined based on the last estimate required to settle the obligation. These are reviewed at each year end and adjusted to reflect the best current estimates.

**I. Impairment of assets**

At each Balance Sheet date, the Company reviews the carrying amounts of its assets to determine whether there is any indication that those assets suffered any 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. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash-flow expected from the continuing use of the assets and from its disposal is discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risk specific of the assets. Reversal of impairment loss is recognised immediately as income in the Statement of Profit and Loss.

JAIN INTERNATIONAL TRADING BV, NETHERLANDS  
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH,2018

**A. Equity Share Capital**

		(in USD)
	Notes	Amount
<b>As at April 1, 2016</b>		<b>157,889</b>
Add:-Additions during the year	7	2,996,617
<b>As at March 31, 2017</b>		<b>3,154,506</b>
Add:-Additions during the year	7	-
<b>As at March 31, 2018</b>		<b>3,154,506</b>

**B. Other Equity**

Particulars	Notes	Attributable to owners			Total
		Reserves and Surplus			
		Securities Premium	General Reserve	Retained Earnings	
Balance as at April 1, 2016		62,790,000	-	(1,774,398)	61,015,602
Redemption of Securities Premium		(62,790,000)	-	-	(62,790,000)
Transferred from statement of profit & loss account		-	7,889		7,889
Profit / (loss) for the year	8	-	-	(1,277,896)	(1,277,896)
Balance at March 31, 2017		-	7,889	(3,052,294)	(3,044,405)
Additional investment by parent company		5,000,000	-	-	5,000,000
Profit / (loss) for the year	8	-	-	(1,516,899)	(1,516,899)
Balance at March 31, 2018		5,000,000	7,889	(4,569,193)	438,696

The accompanying notes 1 To 18 are an integral part of these financial statements  
As per our report of even date

For Sanjay & Snehal  
Chartered Accountant

For and on behalf of the Board of Directors  
Jain International Trading B.V.

Sanjay T. Tupe  
Partner  
Membership no. 49623  
Place:Jalgaon  
Date: 11/05/2018

Anil B.Jain  
Director A      Director B

JAIN INTERNATIONAL TRADING BV, NETHERLANDS  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH,2018

**3 Investments**

(in USD)

	As at March 31, 2018		As at March 31, 2017	
	No. of Shares	Amount	No. of Shares	Amount
<b>Investments in Subsidiaries</b>				
Investment in Jain Overseas BV of EUR 100 each	32,500	24,600,977	32,500	24,600,977
Investment in Jain America Holdings Inc., USA - Class B Common Shares	4,088	23,645,377	4,088	23,645,377
Investment in Jain MENA DMCC, Dubai of AED 1000 each	100	27,473	-	-
Investment in Jain Europe Limited, UK of GBP 1 each	5,000,000	7,940,600	5,000,000	7,940,600
<b>Total</b>		<b>56,214,427</b>		<b>56,186,954</b>

#### 4 FINANCIAL ASSETS

##### 4(a) CASH AND BANK BALANCES

(i) Cash and Cash Equivalents		(in USD)	
		31-Mar-18	31-Mar-17
Cash and cash equivalents		-	-
	<b>Total</b>	<b>-</b>	<b>-</b>
<b>(ii) Bank balances</b>			
Balances with banks			
- in current accounts		76,882	228,855
	<b>Total</b>	<b>76,882</b>	<b>228,855</b>

##### 4(b) LOANS

		31-Mar-18	31-Mar-17
<b>Non-Current</b>			
(a) Loans to related parties		137,117,000	139,170,000
	<b>Total</b>	<b>137,117,000</b>	<b>139,170,000</b>
<b>Current</b>			
(a) Loans to related parties		133,450	-
	<b>Total</b>	<b>133,450</b>	<b>-</b>

##### 4(c) OTHER FINANCIAL ASSETS

		31-Mar-18	31-Mar-17
<b>Non-current</b>			
Derivative assets		2,060,000	-
	<b>Total</b>	<b>2,060,000</b>	<b>-</b>
<b>Current</b>			
Interest receivable		6,649,584	1,704,888
	<b>Total</b>	<b>6,649,584</b>	<b>1,704,888</b>

#### 5 OTHER ASSETS

		31-Mar-18	31-Mar-17
<b>Current</b>			
Others		2,222	28,344
	<b>Total</b>	<b>2,222</b>	<b>28,344</b>

#### 6 DEFERRED TAX ASSETS (Net)

31-Mar-18		01-Apr-17	Recognised in Profit or loss	31-Mar-18
Carry Forward Losses		-	1,918,713	1,918,713
	<b>Total</b>		<b>1,918,713</b>	<b>1,918,713</b>

JAIN INTERNATIONAL TRADING BV, NETHERLANDS  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH,2018  
7 EQUITY SHARE CAPITAL

[a] Authorised share capital

	Equity shares of USD 2,427.1138 each (PY USD 2,427.1138 each)	
	No. of shares	Amount
<b>As at 1 April 2016</b>	6465	646,500
Increase during the year	-	-
<b>As at 31-Mar-2017</b>	6,465	646,500
Increase during the year		
<b>As at 31-Mar-2018</b>	6,465	646,500

**Terms / rights attached to equity shares**

The Company has only one class of equity shares having a par value of USD 2,427.1138 per share. Each holder of equity entitled to one vote per share. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the company in proportion to the number of equity shares held by the shareholders.

[b] Issued equity share capital

	Equity shares of USD 2,427.1138 each (PY USD 2,427.1138 each)		
	No. of shares	Amount	Total
<b>As at 1-Apr-2016</b>	1,293	157,889	157,889
Add : Addition during the year		2,996,617	2,996,617
<b>As at 31-Mar-2017</b>	<b>1,293</b>	<b>3,154,506</b>	<b>3,154,506</b>
Add : Addition during the year		-	
<b>As at 31-Mar-2018</b>	<b>1,293</b>	<b>3,154,506</b>	<b>3,154,506</b>

[c] Details of shareholders holding more than 5% of the aggregate shares in the Company:

(i) Equity shares of USD 2,427.1138 each (PY USD 2,427.1138 each)

(f) Equity shares of: USD 2,42,12,100 each (i.e. USD 2,42,12,100 each)					
	31-Mar-18			31-Mar-17	
	No. of shares	% of total equity shares		No. of shares	% of total equity shares
Jain Irrigation Systems Limited	-	1,293	100%	1,293	100%

8 OTHER EQUITY

**Securities Premium Account**

	31-Mar-18	31-Mar-17
Balance at the beginning of the year	-	62,790,000
Additional investment by parent company / Redemption of S.P.	5,000,000	(62,790,000)
<b>Balance at the end of the year</b>	<b>5,000,000</b>	<b>-</b>

**General Reserve Account**

	31-Mar-18	31-Mar-17
Balance at the beginning of the year	7,889	-
Transferred from statement of profit and loss	-	7,889
<b>Balance at the end of the year</b>	<b>7,889</b>	<b>7,889</b>

**Retained earnings**

	31-Mar-18	31-Mar-17
Balance at the beginning of the year	(3,052,294)	(1,774,398)
Net profit / (loss) for the year	(1,516,899)	(1,277,896)
<b>Balance at the end of the year</b>	<b>(4,569,193)</b>	<b>(3,052,294)</b>

**Total Other Equity**

	<b>438,696</b>	<b>(3,044,405)</b>
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JAIN INTERNATIONAL TRADING BV, NETHERLANDS  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH,2018

9 FINANCIAL LIABILITIES

9(a) BORROWINGS (in USD)

	31-Mar-18	31-Mar-17
<b>Bonds-unsecured</b>		
Bond Holders- Senior notes aggregating to principal amount of US\$ 200 mn issued at offering price of 98.970% bearing interest rate at 7.125% due on 1st February 2022.	196,238,667	194,736,204
<b>Unsecured loans</b>		
Loans from related parties	1,700,000	-
<b>Total</b>	<b>197,938,667</b>	<b>194,736,204</b>

9(b) OTHER FINANCIAL LIABILITIES

	31-Mar-18	31-Mar-17
<b>Current</b>		
Interest accrued but not due on borrowings	2,606,658	2,335,417
Others	33,751	137,319
<b>Total</b>	<b>2,640,409</b>	<b>2,472,736</b>

JAIN INTERNATIONAL TRADING BV, NETHERLANDS  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH,2018

**10 Revenue from operations**

	(in USD)	
	2017-18	2016-17
Interest on deposits and others	10,611,504	3,780,554
Gain on fair valuation of derivatives	1,320,000	-
<b>TOTAL</b>	<b>11,931,504</b>	<b>3,780,554</b>

**11 OTHER EXPENSES**

	2017-18	2016-17
Legal, professional & consultancy fees	49,211	46,944
Loss on foreign currency transactions and translation	7,247	2,783
Miscellaneous expenses	159	3,200
<b>TOTAL</b>	<b>56,617</b>	<b>52,927</b>

**12 FINANCE COSTS**

	2017-18	2016-17
Interest on long term loan	13,637,842	2,383,897
Interest on related party loan	304,089	2,338,696
Bank commission and charges	1,368,568	282,930
<b>TOTAL</b>	<b>15,310,499</b>	<b>5,005,523</b>

**13 INCOME TAX EXPENSES**

**[a] Income tax expenses is as follows:**

	2017-18	2016-17
<b>Statement of profit and loss</b>		
<b>Current tax:</b>		
Current Tax	-	-
<b>Total current tax expense</b>	<b>-</b>	<b>-</b>
<b>Deferred tax:</b>		
Decrease / (Increase) in deferred tax assets	(1,918,713)	-
<b>Total deferred tax expense / (benefit)</b>	<b>(1,918,713)</b>	<b>-</b>
<b>Income tax expense</b>	<b>(1,918,713)</b>	<b>-</b>
<b>Other comprehensive income</b>		
<b>Deferred tax related to OCI items:</b>		
Net loss / (gain) on remeasurements of defined benefit plans	-	-

**[b] Reconciliation of tax expense and the accounting profit computed by applying the Income tax rate:**

	For the year ended as on	
	31-Mar-18	31-Mar-17
<b>Profit before tax</b>	<b>(3,435,612)</b>	<b>(1,277,896)</b>
Tax at the Netherlands tax rate of 24.26 % (2016-17: 24.26%)	(833,479)	(310,018)
<b>Tax effects on amounts which are not deductible (taxable) in calculating taxable income:</b>		
Items debited to Profit & Loss Account, not allowable under the Act	-	-
Deferred tax recognised on previous year lossess	(1,624,918)	-
Losses on which DTA is not recognised	539,684	310,018
<b>Income tax expense</b>	<b>(1,918,713)</b>	<b>-</b>

**JAIN INTERNATIONAL TRADING BV, NETHERLANDS**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH,2018**

**14 EARNING PER SHARE**

(in USD)

Basic and diluted earnings/(loss) per share is calculated by dividing the profit/(loss) attributable to equity holders of the Company by the weighted average of equity shares outstanding during the year.

	<b>2017-18</b>	<b>2016-17</b>
<b>(a) Basic earning per share</b>		
Basic earning per share	(1,173.16)	(988.32)
<b>(b) Diluted earning per share</b>		
Diluted earning per share	(1,173.16)	(988.32)
<b>(c) Reconciliation of earning used in calculating EPS</b>		
	<b>2017-18</b>	<b>2016-17</b>
<b>Basic earning per share</b>		
Profit attributable to the equity share holders of the company used in calculating basic earning per share	(1,516,899)	(1,277,896)
<b>Diluted earning per share</b>		
Profit attributable to the equity share holders of the company used in calculating earning per share	(1,516,899)	(1,277,896)
<b>(d) Weighted average number of shares used as denominator</b>		
	<b>2017-18</b>	<b>2016-17</b>
Weighted average number of shares used as denominator in	1,293	1,293

**JAIN INTERNATIONAL TRADING BV, NETHERLANDS**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH,2018**

**15 Related party transactions**

**A] Related parties and their relation**

**(i) Holding Companies**

Jain Irrigation Systems Limited

**(ii) Key management personnel**

Anil B. Jain, Directors

**B] Transactions and balances with related parties**

Fig. in USD

Particulars	Related Party	Relation	2017-18	2016-17
<b>i Transactions with related parties</b>				
- Interest Expnese	Jain Irrigation Systems Limited,Inc Holding Company		304,089	1,459,275
- Interest Expnese	Jain Europe Ltd. UK	Group Company	-	622,743
- Interest Expnese	JISL Overseas Ltd., Mauritius	Group Company	-	255,834
- Interest Income	Jain Europe Ltd. UK	Group Company	(180,104)	(31,958)
- Interest Income	Jain overseas B.V. Netherland	Subsidiary Company	(1,089,128)	(827,645)
- Interest Income	Jain (Israel) BV, Netherlands	Subsidiary Company	(4,593,230)	(1,481,921)
- Interest Income	Jain America Holdings Inc., USA	Group Company	(4,352,578)	(1,374,269)
- Interest Income	JISL Overseas Ltd., Mauritius	Group Company	(395,417)	(63,917)
- Interest Income	Jain MENA DMCC,Dubai	Subsidiary Company	(1,047)	-
			<b>31-Mar-18</b>	<b>31-Mar-17</b>

**ii. Balances with related parties**

- Loan Payable	Jain Irrigation Systems Limited,Inc Holding Company		(1,700,000)	-
- Loan Receivable	Jain Europe Ltd. UK	Group Company	2,250,000	2,600,000
- Loan Receivable	Jain overseas B.V. Netherland	Subsidiary Company	14,410,000	14,300,000
- Loan Receivable	Jain (Israel) BV, Netherlands	Subsidiary Company	59,500,000	64,500,000
- Loan Receivable	Jain America Holdings Inc., USA	Group Company	55,795,000	52,570,000
- Loan Receivable	JISL Overseas Ltd., Mauritius	Subsidiary Company	5,200,000	5,200,000
- Loan Receivable	Jain MENA DMCC,Dubai	Subsidiary Company	95,450	-
- Interest Payable	Jain Irrigation Systems Limited,Inc Holding Company		(271,242)	-
- interest Receivable	Jain Europe Ltd. UK	Group Company	29,042	31,958
- interest Receivable	Jain overseas B.V. Netherland	Subsidiary Company	764,899	175,771
- interest Receivable	Jain (Israel) BV, Netherlands	Subsidiary Company	4,652,710	792,813
- interest Receivable	Jain America Holdings Inc., USA	Group Company	742,552	640,429
- interest Receivable	JISL Overseas Ltd., Mauritius	Group Company	459,334	63,917
- interest Receivable	Jain MENA DMCC,Dubai	Subsidiary Company	1,047	-

16 FAIR VALUE MEASUREMENTS

A. ACCOUNTING CLASSIFICATION AND FAIR VALUES

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value. The Company's long-term loan has been contracted at floating rates of interest, which are reset at short intervals. Accordingly, the carrying value of such long-term debt approximates fair value.

(in USD)								
31-Mar-18	Carrying amount				Fair value			
	FVTPL	Amortised Cost	FVTOCI	Total	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>								
<b>(i) Non-Current</b>								
Loans		137,117,000		137,117,000	-	-	-	-
Other financial assets		2,060,000		2,060,000	-	-	-	-
	-	139,177,000	-	139,177,000	-	-	-	-
<b>(ii) Current</b>								
Loans		133,450		133,450	-	-	-	-
Other financial assets	2,060,000	6,649,584		8,709,584	-	2,060,000	-	2,060,000
	2,060,000	6,783,034		8,843,034	-	2,060,000	-	2,060,000
<b>Total</b>	2,060,000	145,960,034	-	148,020,034	-	2,060,000	-	2,060,000
<b>Financial Liabilities</b>								
<b>(i) Non-Current</b>								
Borrowings-bond		196,238,667		196,238,667	198,380,000	-	-	198,380,000
Borrowings-Related Party		1,700,000		1,700,000	-	-	-	-
	-	197,938,667	-	197,938,667	198,380,000	-	-	198,380,000
<b>(ii) Current</b>								
Other financial liabilities		2,640,409		2,640,409	-	-	-	-
		2,640,409		2,640,409	-	-	-	-
<b>Total</b>	-	200,579,076	-	200,579,076	198,380,000	-	-	198,380,000
31-Mar-17	Carrying amount				Fair value			
	FVTPL	Amortised Cost	FVTOCI	Total	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>								
<b>(i) Non-Current</b>								
Loans		139,170,000		139,170,000				-
	-	139,170,000	-	139,170,000	-	-	-	-
<b>(ii) Current</b>								
Other financial assets	-	1,704,888	-	1,704,888	-	-	-	-
	-	1,704,888	-	1,704,888	-	-	-	-
<b>Total</b>	-	140,874,888	-	140,874,888	-	-	-	-
<b>Financial Liabilities</b>								
<b>(i) Non-Current</b>								
Borrowings-bond		194,736,204		194,736,204	198,860,000	-	-	198,860,000
	-	194,736,204	-	194,736,204	198,860,000	-	-	198,860,000

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**(ii) Current**

*Other financial liabilities*

		2,472,736		2,472,736				
	-	<b>2,472,736</b>	-	<b>2,472,736</b>	-	-	-	-
<b>Total</b>	-	<b>197,208,940</b>	-	<b>197,208,940</b>	<b>198,860,000</b>	-	-	<b>198,860,000</b>

**B. FAIR VALUE HEIRARCHY**

Fair value is the amount for which an asset could be exchanged, or a liability settled between knowledgeable willing parties in an arm's length transaction. The Company has made certain judgements and estimates in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the Company as classified the financial instruments into three levels prescribed under the accounting standard. An explanation of each level is as follows:

Level 1: Level 1 heirarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds and mutual funds that have quoted price. The fair value of all equity instruments and bonds which are traded in stock exchanges is valued usin the closing price as at the reporting period. The mutual funds are valued using the closing NAV.

Level 2: Level 2 heirarchy includes financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates.

Level 3: If one or more of the significant inputs is not based on the observable market data, the instrument is included in evel 3 heirarchy

## 17 FINANCIAL RISK MANAGEMENT

The Entity management set out the Entity's over all business strategies and its risk management philosophy. The Entity's overall financial risk management program seeks to minimize potential adverse effects on the financial performance of the Entity. The Entity policies include financial risk management policies covering specific areas, such as market risk (including foreign exchange risk, interest rate risk), liquidity risk and credit risk. Periodic reviews are undertaken to ensure that the Entity's policy guidelines are complied with.

There has been no change to the Entity's exposure to these financial risks or the manner in which it manages and measures the risk.

The Entity is exposed to the following risks related to financial instruments. The Entity has not framed formal risk management policies, however, the risks are monitored by management on a continuous basis. The Entity does not enter into or trade in financial instruments, investment in securities, including derivative financial instruments, for speculative or risk management purposes.

The sources of risk, which the entity is exposed to and how the entity manages these risks and their impact on financial statements is given below

Risk	Exposure from	Measurement	Management
Credit risk	Cash and cash equivalents.		Review by management periodically
Liquidity risk	Borrowings, Trade payables and other financial liabilities	Cash flow forecasts	Review by management periodically
Market risk - Foreign Currency	Foreign currency receivables	Cash flow forecasting	Review by management periodically

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors have established the Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities.

The board and the risk management committee provides principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, credit risk, etc.

**[A] Credit risk**

**Cash and cash equivalents**

The Company held cash and cash equivalents with credit worthy banks and financial institutions of USD 76,881.99 and USD 228,855.00 as at 31st March 2018 and 31st March 2017 respectively. The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be good.

**[B] Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in raising funds to meet commitments associated with financial instruments. Liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through committed credit facilities to meet the obligations when due.

Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. The Company manages its liquidity risk by preparing month on month cash flow projections to monitor liquidity requirements. In addition, the Company projects cash flows and considering the level of liquid assets necessary to meet these, monitoring the balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

**(i) Maturities of financial liabilities**

The below table analyses the Company's financial liabilities into relevant maturity groupings based on their contractual maturities. The amounts disclosed in the table are contractual undiscounted cash flows, balances due within 12 months equal their carrying balances as the impact of discounting is not significant

	Carrying Amount	Less than 12 Months	1 - 2 years	2 - 5 years	More than 5 years
<b>31-Mar-18</b>					
<b>Non-derivatives</b>					
Borrowings-Senior Notes	196,238,667	14,250,000	14,250,000	226,164,583	-
Borrowings-Related Party	1,700,000	93,500	93,500	1,964,397	-
Other financial liabilities	2,640,409	2,640,409	-	-	-
<b>Total</b>	<b>200,579,076</b>	<b>16,983,909</b>	<b>14,343,500</b>	<b>228,128,981</b>	<b>-</b>
<b>31-Mar-17</b>					
<b>Non-derivatives</b>					
Borrowings-Senior Notes	194,736,204	14,250,000	14,250,000	240,414,583	-
Other financial liabilities	2,472,736	2,472,736	-	-	-
<b>Total</b>	<b>197,208,940</b>	<b>16,722,736</b>	<b>14,250,000</b>	<b>240,414,583</b>	<b>-</b>



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[C] Market risk

(i) Foreign currency risk

Market risk is the risk that changes in market prices such as foreign exchange rates. The Company operations involve foreign exchange transactions is exposed to foreign exchange risk arising from foreign currency transactions, primarily with respect to EUR. Foreign currency risk arises from future commercial transactions and recognised in assets and liabilities denominated in foreign currency that is not Company's functional currency (i.e., USD). The risk is measured through a forecast of highly probable foreign currency cash flows.

(a) Foreign currency risk exposure

The Company's exposure to foreign currency risk at the end of the reporting period expressed in INR, are as follow:

	USD	EUR	GBP	CHF	Others	Total
<b>31-Mar-18</b>						
<b>Financial assets</b>						
Loans	137,250,450	-	-	-	-	137,250,450
Cash and cash equivalents	71,824	5,058	-	-	-	76,882
Other financial assets	6,649,584	-	-	-	-	6,649,584
<b>Net exposure to foreign currency risk (assets)</b>	<b>143,971,859</b>	<b>5,058</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>143,976,916</b>
<b>Financial liabilities</b>						
Borrowings	197,938,667	-	-	-	-	197,938,667
Other financial liabilities	2,606,658	33,751	-	-	-	2,640,409
<b>Net exposure to foreign currency risk (liabilities)</b>	<b>200,545,325</b>	<b>33,751</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>200,579,076</b>
<b>Net exposure to foreign currency risk</b>	<b>-56,573,466</b>	<b>-28,693</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-56,602,160</b>
	USD	EUR	GBP	CHF	Others	Total
<b>31-Mar-17</b>						
<b>Financial assets</b>						
Loans	139,170,000	-	-	-	-	139,170,000
Cash and cash equivalents	228,400	455	-	-	-	228,856
Other financial assets	1,704,888	-	-	-	-	1,704,888
<b>Net exposure to foreign currency risk (assets)</b>	<b>141,103,288</b>	<b>455</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>141,103,744</b>
<b>Financial liabilities</b>						
Borrowings	194,736,204	-	-	-	-	194,736,204
Other financial liabilities	2,335,417	137,319	-	-	-	2,472,736
<b>Net exposure to foreign currency risk (liabilities)</b>	<b>197,071,621</b>	<b>137,319</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>197,208,940</b>
<b>Net exposure to foreign currency risk</b>	<b>-55,968,333</b>	<b>-136,864</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-56,105,196</b>

**JAIN INTERNATIONAL TRADING BV, NETHERLANDS**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH,2018**

**(b) Foreign currency sensitivity analysis**

The sensitivity of profit and loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments. The following tables demonstrate the sensitivity to a reasonably possible change in USD exchange rates, with all other variables held constant:

	<b>Impact on profit after tax</b>	
	<b>31-Mar-18</b>	<b>31-Mar-17</b>
EUR		
- Increase by 2%	<b>-13,310</b>	<b>-39,904</b>
- Decrease by 2%	<b>13,310</b>	<b>39,904</b>

**(ii) Cash flow and fair value interest rate ris**

Interest rate risk arises from possibility that changes in interest rates will affect future cash flows or the fair market values of financial instruments. The company have only fixed rate borrowings, hence the company exposed to interest rate risk.

**(a) Interest rate exposure**

The exposure of The Company's borrowing to interest rate changes at the end of the reporting period is as follow:

	<b>31-Mar-18</b>	<b>31-Mar-17</b>
Fixed rate borrowings	197,938,667	194,736,204
	197,938,667	194,736,204

**JAIN INTERNATIONAL TRADING BV, NETHERLANDS**  
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**18 CAPITAL MANAGEMENT**

**RISK MANAGEMENT**

The Company's primary objective when managing capital is to safeguard the Company's ability to continue as a going concern. The Company defines "capital" as including all components of equity. The Company's capital structure is regularly reviewed and managed with due regard to the capital management practices of the Company. Adjustments are made to the capital structure in light of changes in economic conditions affecting the Company. The results of the directors' review of the Company's capital structure are used as a basis for the determination of the

**The accompanying notes 1 To 18 are an integral part of these financial statements**  
**As per our report of even date**

**For Sanjay & Snehal**  
**Chartered Accountant**

**For and on behalf of the Board of Directors**  
**Jain International Trading B.V.**

**Sanjay T. Tupe**  
**Partner**  
**Membership no. 49623**  
Place:Jalgaon  
Date: 11/05/2018

**Anil B.Jain**  
**Director A**  
**Director B**