

A2C Treuhand GmbH
Wirtschaftsprüfungsgesellschaft

TKM GLOBAL GmbH

**FINANCIAL STATEMENTS
AND AUDITOR'S REPORT**

FOR THE YEAR ENDED 31st March 2015

AS PER IGAAP

Registered office
Spaldingstraße 210
20097 Hamburg
Germany

A2C Treuhand GmbH
Wirtschaftsprüfungsgesellschaft

TKM Global GmbH

**FINANCIAL STATEMENTS
AND AUDITOR'S REPORT**

FOR THE YEAR ENDED 31st March 2015

CONTENTS	PAGE
AUDITOR'S REPORT	3 & 4
ANNEXURE TO AUDIT REPORT	5 & 6
BALANCE SHEET	7
PROFIT AND LOSS ACCOUNT	8
CASH FLOW STATEMENT	9
STATEMENT OF CHANGES IN EQUITY	10
NOTES TO THE FINANCIAL STATEMENTS	11 - 20

A2C Treuhand GmbH
Wirtschaftsprüfungsgesellschaft
Handwritten signatures

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDER OF
TKM GLOBAL GmbH**

1. We have audited the attached Balance Sheet of TKM Global GmbH (the "establishment") as at 31st March 2015, the Profit and Loss Account of the establishment for the year ended 31st March 2015 and the Cash Flow Statement for the year ended on that date, both annexed thereto.
2. Management is responsible for the preparation of these Interim financial Statements that give a true and fair view of the interim financial position and financial performance of the establishment in accordance with the accounting principles generally accepted in India including Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 ("the Act") which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th December 2013 of the Ministry of Corporate Affairs. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the interim financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
3. Our responsibility is to express an opinion on these interim financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the interim financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the interim financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement, of the interim financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the establishment's preparation and fair presentation of the interim financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the interim financial Statements.

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

4. In our opinion and to the best of our Information and according to the explanations given to us, the aforesaid interim financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - I. in the case of the Balance Sheet, of the state of affairs of the establishment as at 31st March 2015;
 - II. in the case of the Profit and Loss Account, of the profit for the interim ended on that date;
 - III. in the case of the Cash Flow Statement, of the cash flows for the interim ended on that date.

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**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDER OF
TKM GLOBAL GmbH**

(contd)

5. As required by the Companies (Auditor's Report) Order, 2003 ("the order") issued by the Central Government of India in terms of Section 227 (4A) of the Act, we give in the Annexure a Statement on the matters specified in paragraphs 4 and 5 of the Order.
6. As required by section 227(3) of the Act, we report that:
- I. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit
 - II. In our opinion, proper books of accounts as required by law have been kept by the establishment so far as appears from the examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us.
 - III. The interim Balance Sheet, and the interim Profit and Loss account and the interim Cash Flow Statement dealt with by this report are in agreement with the books of accounts.
 - IV. In our opinion, the interim Balance Sheet, the interim Profit and Loss account and the interim Cash Flow Statement, with the Accounting Standards referred to in Section 211 (3C) of the Act (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated December 13, 2013 of the Ministry of Corporate Affairs).
 - V. On the basis of the written representations received from the directors as on 31st March 2015, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2015, from being appointed as a director in terms of Section 274(1) (g) of the Act.

Hamburg
7th April 2015

A2C Treuhand GmbH
Wirtschaftsprüfungsgesellschaft


Mirco Schroeter
Wirtschaftsprüfer
Steuerberater

ppa.


Marko Lüthje
Wirtschaftsprüfer
Steuerberater


A2C Treuhand GmbH
Wirtschaftsprüfungsgesellschaft

Annexure to the Independent Auditor's Report

(Referred to in paragraph 3 of our report of even date)

- I. The establishment has maintained proper records showing full particulars, including quantitative details and location of fixed assets. There is a regular program of physical verification which, in our opinion, is reasonable having regard to the size of the establishment and the nature of its assets. No material discrepancies were noticed on verification. There was no substantial disposal of fixed assets during the year.
- II. The establishment has no inventory. Accordingly, clauses 4(ii) (a), (b) and (c) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the establishment.
- III. According to the books and records maintained by the establishment and the Information and explanations given to us, the establishment has neither granted nor taken any loans, secured or unsecured to/from companies, firms or other parties listed under Section 301 of the Companies Act. 1956.
- IV. In our opinion and according to the information and explanations given to us, there are generally adequate internal control procedures commensurate with the size of the establishment and the nature of its business with regard to purchase of fixed assets.
- V. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements under Section 301 of the Companies Act. 1956 have been made at prevailing market rates.
- VI. In our opinion and according to the information and explanations given to us, the establishment has not accepted any deposits from the public.
- VII. In our opinion the establishment has an internal audit system commensurate with the size and nature of the business.
- VIII. To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for the Services of the establishment.
- IX. The establishment does not have any accumulated losses at the end of the financial year and it has not incurred cash losses during the current year or in the immediately preceding financial year.
- X. The establishment does not have any dues towards financial institution, bank or debenture holders.
- XI. The establishment has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
- XII. In our opinion, the establishment is not a chit fund or a nidhi/mutual benefit fund/society Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the establishment
- XIII. In our opinion, the establishment is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the establishment

Annexure to the Independent Auditor's Report

(Referred to in paragraph 3 of our report of even date)

- XIV. The establishment has not given any guarantees for loans taken by others from bank and financial institutions.
- XV. According to the information and explanations given to us, the establishment has not availed any term loans during the year under audit.
- XVI. According to the interim Cash Flow Statement and other records examined by us and the Information and the explanations given to us, on an overall basis, funds raised on short term basis have, prima facie, not been used during the year for long-term investment (fixed assets. etc.).
- XVII. The establishment has not made any preferential allotment of shares to parties or companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- XVIII. The establishment does not have any outstanding debentures during the year.
- XIX. The establishment has not received any money through a public issue during the year.
- XX. Based upon the audit procedure Performance for the purpose of reporting the true and fair view of the interim financial Statements and as per the information and explanations given by the management, we report that no fraud on or by the establishment has been noticed or reported during the course of our audit.

Hamburg
7th April 2015

A2C Treuhand GmbH
Wirtschaftsprüfungsgesellschaft



Mirco Schroeter
Wirtschaftsprüfer
Steuerberater

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Marko Luthje
Wirtschaftsprüfer
Steuerberater

A2C Treuhand GmbH
Wirtschaftsprüfungsgesellschaft

TKM GLOBAL GmbH

BALANCE SHEET FOR THE YEAR ENDED 31st March 2015

I. EQUITY AND LIABILITIES

	Note	31.03.2015 EUR	31 03 2014 EUR
(1.) Shareholders' funds			
(a) Share capital	1.	51.129	51.129
(b) Reserves and surplus	2.	16.204.075	15.071.178
(2.) Non current liabilities			
(a) Deferred tax liabilities	3.	219.600	21.300
(b) Long term provisions	4.	60.000	60.000
(3.) Current liabilities			
(a) Trade payables	5.	5.288.622	5.994.531
(b) Other current liabilities	6.	651.224	569.586
TOTAL		22.474.650	21.767.724

II. ASSETS

(1.) Non current assets			
(a) Fixed assets			
(i) Tangible assets	7.	117.892	109.870
(ii) Intangible assets	7.	8.950	11.170
(b) Non current investments	8.	7.384.139	3.984.707
(c) Long term loans and advances	9.	25.000	65.690
(d) Other non current assets	10.	3.858.727	2.606.306
(2.) Current assets			
(a) Trade receivables	11.	1.340.714	908.211
(b) Cash and bank balances	12.	7.531.549	11.595.796
(c) Other current assets	13.	2.207.679	2.485.974
TOTAL		22.474.650	21.767.724

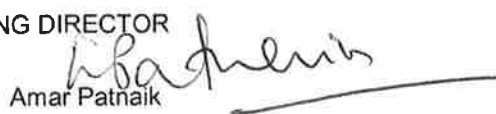
The accompanying notes form an integral part of these financial statements.
The report of the auditor is set forth on pages 1 to 4.

We confirm that we are responsible for these financial statements, including selecting the accounting policies and making the judgments underlying them. We confirm that we have made available all relevant accounting records and information for their compilation.

Approved by the Directors on 7th April 2015.


For **TKM Global GmbH**


GLOBAL HEAD LOGISTICS & MANAGING DIRECTOR


Amar Patnaik

For **A2C Treuhand GmbH** Wirtschaftsprüfungsgesellschaft

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Mirco Schroeter
Wirtschaftsprüfer
Steuerberater


Marko Luthje
Wirtschaftsprüfer
Steuerberater

TKM GLOBAL GmbH


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Wirtschaftsprüfungsgesellschaft

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31st March 2015**

	Note	For the quarter ended		For the year ended	
		31 03 2015	31 03 2014	31 03 2015	31 03 2014
		EUR	EUR	EUR	EUR
I. Revenues from operations	14.	1.617.543	1.933.827	6.654.988	17.881.336
II. Other income	15.	25.693	257.376	319.326	847.744
III. Total revenues (I+II)		1.643.236	2.191.203	6.974.314	18.729.080
IV. Expenses					
Purchase of stock in trade	16.	(1.125.550)	(1.497.419)	(4.785.473)	(14.163.677)
Finance costs	17.	415.760	(69.572)	1.192.506	(472.042)
Depreciation and amortization expenses	18.	(7.247)	(5.522)	(26.329)	(22.531)
Other expenses	19.	(444.930)	(374.053)	(1.617.629)	(1.686.882)
V. Profit before exceptional and extraordinary items and tax (III-IV)		481.269	244.637	1.737.389	2.383.948
VI. Tax expenses					
(1.) Current tax	20.	(97.836)	(80.735)	(406.192)	(748.633)
(2.) Deferred tax	3.	(95.800)	(200)	(198.300)	(1.800)
VII. Profit for the period		287.633	163.702	1.132.897	1.633.515
VIII. Earnings per share	21.	2.876	1.637	11.329	16.335

The accompanying notes form an integral part of these financial statements.
The report of the auditor is set forth on pages 1 to 4.


Approved by the Directors on 7th April 2015.

For **TKM Global GmbH**
GLOBAL HEAD LOGISTICS & MANAGING DIRECTOR


Amar Patnaik

For **A2C Treuhand GmbH** Wirtschaftsprüfungsgesellschaft

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Wirtschaftsprüfer
Steuerberater


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Wirtschaftsprüfungsgesellschaft

TKM Global GmbH

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March 2015

	Notes	For the year ended	
		31 03 2015 EURO	31 03 2014 EURO
Cash flows from operating activities			
Profit before Tax & Extraordinary items		1.737.389	2.383.948
Adjustments for:			
Loss on disposal of fixed assets		9.837	-
Depreciation		26.329	22.531
Interest Income		(195.898)	(258.172)
Other non cash items		2.260	-
Operating profit before Working Capital Changes		1.579.917	2.148.307
Adjustments for:			
Trade and other receivables		(220.618)	576.136
Trade Payable and Other Liabilities		<u>(624.271)</u>	<u>39.680</u>
Cash generated from Operations		735.028	2.764.123
Taxes received for prior periods		155.474	-
Taxes paid for prior periods		-	(1.188.915)
Taxes paid for actual periods		(454.566)	(955.782)
Net cash from operating activities (A)		435.936	619.426
Cash flows from investing activities			
Paid in of disposal of fixed assets		12.605	-
Purchase of fixed assets		(56.832)	(14.195)
Purchase of financial assets		(3.399.432)	-
Movements in fixed deposits more than 3 and less 12 months		2.233.474	(2.892.365)
Interest received		<u>195.898</u>	<u>258.172</u>
Net cash used in investing activities (B)		(1.014.287)	(2.648.388)
Cash flows from financing activities			
Interest paid on long term-liabilities		-	-
Net cash introduced from financing activities (C)		-	-
Net increase/(decrease) in cash and bank balances (A+B+C)		(578.351)	(2.028.962)
Cash and cash equivalents at the beginning of the period		<u>3.196.859</u>	<u>5.225.523</u>
Cash and bank balances at the end of the period	12.	<u>2.618.508</u>	<u>3.196.561</u>


The accompanying notes form an integral part of these financial statements.
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Approved by the Directors on 7th April 2015.

For **TKM Global GmbH**
GLOBAL HEAD LOGISTICS & MANAGING DIRECTOR


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For **A2C Treuhand GmbH** Wirtschaftsprüfungsgesellschaft
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Wirtschaftsprüfer
Steuerberater


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TKM Global GmbH

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st March 2015

	Notes	For the year ended	
		31 03 2015	31 03 2014
		EURO	EURO
Share Capital			
Issued, Subscribed and Paid up Equity Shares	1.	<u>51.129</u>	<u>51.129</u>
Reserves and Surplus			
Net profit at the beginning of the period	2.	15.071.178	13.437.663
Net profit after tax for the period		1.132.897	1.633.515
As at 31 03	2.	<u>16.204.075</u>	<u>15.071.178</u>

The accompanying notes form an integral part of these financial statements.
The report of the auditor is set forth on pages 1 to 4.

Approved by the Directors on 7th April 2015.

For **TKM Global GmbH**
GLOBAL HEAD LOGISTICS & MANAGING DIRECTOR


Amar Patnaik

For **A2C Treuhand GmbH** Wirtschaftsprüfungsgesellschaft
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Mirco Schraeter
Wirtschaftsprüfer
Steuerberater


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Steuerberater


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TKM Global GmbH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2015

1. LEGAL STATUS AND BUSINESS ACTIVITY

- a) TKM Global GmbH was incorporated on 8th November 1994 in the Local Court of Frankfurt under HRB 48316. With date of 22nd October 2004 the company changed the registered address from Frankfurt (Main) to Hamburg. Now the company is registered in the Local court of Hamburg (HRB 90039). The establishment became a wholly owned subsidiary of TKM Global Logistics Ltd., a Company incorporated in India, with effect from 1st March 2005. With date of 13th of March 2007 TKM Overseas Transport (Europe) GmbH changed its company name into TKM Global GmbH. With date of 1st October 2011 the company opened a branch office in Frankfurt (Main) especially for air freight business.
- b) The establishment's principal activity is the brokerage of transports and performing national and international transports of all kinds, by air and ocean and road. The company is entitled to execute all appropriate activities. The company is also entitled to represent other companies, to hold interest in other companies and to establish subsidiaries.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention on accrual basis and in accordance with the Indian Accounting Standards. The significant accounting policies adopted are as follows:

a) **Fixed Assets and Depreciation**

All the fixed assets are stated at cost. Cost comprises of purchase price and its attributable costs of bringing the assets to its working conditions for the intended use.

Depreciation on assets is provided on the straight-line method over the useful lives of assets. During the current year, the Company has revised its estimates of useful life of its fixed assets as prescribed in Part C of Schedule II of the Companies Act, 2013, except for certain fixed assets for which different useful life have been considered.

The details of estimated life for each category of assets are as under:

<u>Type of Asset</u>	<u>Estimated life</u>
Furniture and Fixtures	10 years
Vehicles - Four Wheeler	8 years
Office Equipment	5 years
Computers	3 years

b) **Leave salary**

Provision is made for value of unutilized leave due to employees at the year ended on actual basis.

c) **Revenue**

Revenue represents freight invoiced to customers for services rendered during the year.

d) **Revenue recognition**

Income from freight / service charges etc. and related liabilities are recognized when the relevant consignments is shipped out. Freight /Service charges etc. earned and related freight / service charges are stated at gross values.

TKM Global GmbH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2015

e) **Foreign currency transactions**

Transactions in foreign currencies are translated into Euro at the rate of exchange ruling on the date of the transactions. Monetary assets and liabilities expressed in foreign currencies are translated into Euro at the rate of exchange ruling at the balance sheet date. Gains or losses resulting from foreign currency transactions are taken to the income statement.

f) **Cash and cash equivalents**

Cash and cash equivalents comprise cash and bank balance in bank current accounts, bank deposits free of encumbrance with a maturity date of three months or less from the date of deposit and highly liquid investments with a maturity date of three months or less from the date of investment.

g) **Bank deposits**

Bank deposits are carried at cost.

h) **Financial instruments**

Financial instruments of the establishment comprise trade and other receivables and accruals, cash and cash equivalents and other current financial assets.

Financial assets that do not have an active market and whose fair value cannot be estimated reliably are measured at amortized cost less any write-down for impairment if they have a fixed maturity date, and at cost less any write-down for impairment if there is no fixed maturity date.

Financial liabilities with no fixed maturity date are measured at cost and at amortized cost if they have a fixed maturity date.

Changes in values of such financial assets and financial liabilities are recognized in the income statement.

i) **Taxes on Income**

Current Tax is calculated under the tax payable method on the taxable income for the year as determined in accordance with the provisions of the German Corporate Income Tax Code.

Deferred Tax is recognized on timing differences; being the difference between taxable income and accounting income that originate in one quarter and are capable of reversal in one or more subsequent quarters.

TKM Global GmbH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2015

	As at 31 03 2015 EURO	As at 31 03 2014 EURO
SHAREHOLDERS FUND'S		
SHARE CAPITAL		
1. Authorised		
Issued and paid up	51.129	51.129
Reserves and surplus		
2. Profit brought forward	16.204.075	15.071.478
DEFERRED TAX LIABILITIES		
3. Difference between book and tax depreciation	219.600	21.300
NON CURRENT LIABILITIES		
LONG TERM PROVISION		
4. For storage	60.000	60.000
CURRENT LIABILITIES		
TRADE PAYBLES		
5. For operation	5.288.622	5.994.531
OTHER CURRENT LIABILITIES		
6. For personell costs	235.267	359.640
Advance payments	124.343	1.009
For training expenses	38.690	40.000
For insurance	30.000	-
For salary in lien of holiday	25.200	18.480
For accounts & audit	25.000	19.000
For salary taxes	19.220	17.553
Overpaid debtors	847	67
Other	152.657	113.837
	651.224	569.586

TKM Global GmbH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st March 2015**

7. Tangible and intangible assets

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	As at 01 01 2014	Additions	Deductions/ Disposals	As at 31 03 2015	As at 01 04 2014	For the year	Deductions from Sales	As at 31 03 2014	As at 31 03 2015	As at 31 03 2014
Software	21.686	1.799	-	23.485	10.516	4.019	-	14.535	8.950	11.170
Equipments	50.501	16.403	10.245	56.659	33.180	4.294	3.174	34.300	22.359	17.321
Furniture & Fixture	61.365	175	11.928	49.612	29.310	4.310	11.826	21.794	27.818	32.055
Vehicles	88.680	38.455	28.187	98.948	28.186	13.706	10.659	31.233	67.715	60.494
Total	222.232	56.832	50.360	228.704	101.192	26.329	25.659	101.862	126.842	121.040

TKM Global GmbH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2015

	As at 31 03 2015 EURO	As at 31 03 2014 EURO
NON CURRENT INVESTMENT 8.		
Subsidiary TM Harbour Services Private Limited, Kolkata	7.384.139	<u>3.984.707</u>
TKM Global GmbH hold 25,679,292 of 34,615,293 equity shares		
<i>Market value thereof</i>	7.384.139	3.984.707
LONG TERM LOANS AND ADVANCES 9.		
Personnel advances: loan to director	25.000	<u>65.690</u>
OTHER NON CURRENT ASSETS 10.		
Fixed deposits more than 12 months	3.858.727	<u>2.606.306</u>
TRADE AND OTHER RECEIVABLES 11.		
Trade receivables to third parties, unsecured	1.465.906	927.529
<i>thereof exceeding more than 6 months</i>	155.608	115.123
Trade receivables to consolidated entities, unsecured	-	-
Less: allowance for doubtful debts	(113.552)	-
Less: Provision for doubtful debts	(11.640)	(19.318)
	<u>1.340.714</u>	<u>908.211</u>
CASH AND BANK BALANCES 12.		
Balances with banks	1.914.982	343.012
Cash on hand	3.526	4.230
Fixed deposits less than three months	700.000	2.849.617
Cash and bank balances	<u>2.618.508</u>	<u>3.196.859</u>
Other bank balances		
(Fixed deposits more than three months less than 12 months)	4.913.041	8.398.937
	<u>7.531.549</u>	<u>11.595.796</u>
OTHER CURRENT FINANCIAL ASSETS 13.		
Prepayments to customer	1.805.826	2.094.231
Margin Deposit	190.879	139.171
Prepayments and deferred charges	93.928	30.368
Tax city tax	42.400	101.600
Tax corporation tax	39.560	87.460
Tax refunds VAT	28.370	25.915
Security deposit	4.648	4.646
Overpaid creditors	635	169
Personnel advances: interest on loan to director	433	260
Personnel advances: other receivables from director	-	1.050
Others	1.000	1.104
	<u>2.207.679</u>	<u>2.485.974</u>

TKM Global GmbH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2015

		For the quarter ended		For the year ended	
		31 03 2015	31 03 2014	31 03 2015	31 03 2014
REVENUES FROM OPERATION	14.				
Freight		1.617.543	1.933.827	6.654.988	17.881.336
		<u>1.617.543</u>	<u>1.933.827</u>	<u>6.654.988</u>	<u>17.881.336</u>
OTHER INCOME	15.				
Interest		20.303	64.841	195.898	258.172
Other income		5.390	192.535	123.428	589.572
Total		<u>25.693</u>	<u>257.376</u>	<u>319.326</u>	<u>847.744</u>
PURCHASE OF STOCKS IN TRADE	16.				
Freight		1.125.550	1.497.419	4.785.473	14.163.677
		<u>1.125.550</u>	<u>1.497.419</u>	<u>4.785.473</u>	<u>14.163.677</u>
FINANCE COSTS	17.				
Applicable net gain/loss on foreign currency transaction and translations		(415.760)	69.572	(1.192.506)	472.042
		<u>(415.760)</u>	<u>69.572</u>	<u>(1.192.506)</u>	<u>472.042</u>
DEPRECIATION AND AMORTIZATION	18.				
Depreciation on tangible and intangible assets		7.247	5.522	26.329	22.531
		<u>7.247</u>	<u>5.522</u>	<u>26.329</u>	<u>22.531</u>
OTHER EXPENSES	19.				
personal expenses					
staff salaries		135.114	228.438	856.110	943.524
employees benefits		106.196	38.530	228.472	267.346
Loss on debtors		73.552	3.868	113.552	3.868
audit fees		28.840	13.057	44.482	37.357
rent and occupancy cost		15.214	19.327	72.630	78.164
travel costs		14.648	10.576	44.319	128.809
entertainment & conference expenses		12.674	11.923	61.383	26.385
office supplies and administrative costs		12.587	5.524	27.642	25.275
Insurance costs		11.621	14.454	48.151	29.215
contribution costs		6.558	5.963	17.185	17.073
telephone and internet costs		6.301	8.019	28.209	33.702
repairs and maintenance		5.377	4.256	20.753	19.608
loss on disposal of fixed assets		4.814	-	9.837	3
automobile costs		4.402	4.192	21.375	9.818
postage and courier charges		1.929	2.454	7.446	8.453
bank charges		1.587	898	6.201	5.102
accounting expenses		1.374	1.040	4.300	3.966
rent equipment		1.089	1.089	4.354	4.229
training expenses		703	95	878	42.047
charitable donations		350	350	350	2.938
Total		<u>444.930</u>	<u>374.053</u>	<u>1.617.629</u>	<u>1.686.882</u>

TKM Global GmbH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2015

	For the quarter ended		For the year ended	
	31 03 2015	31 03 2014	31 03 2015	31 03 2014
TAXES				
20. Current taxes				
Taxes for the period				
Corporation tax	31.107	35.737	169.460	356.092
Solidarity surcharge	1.674	1.969	9.365	19.590
City tax	30.726	40.897	185.889	388.555
Withholding taxes	3	2.132	14	2.184
	63.510	80.735	364.728	766.421
Taxes for prior periods				
Corporation tax	11.920	-	13.928	4.066
Solidarity surcharge	656	-	769	-
City tax	21.750	-	26.767	(21.854)
	34.326	-	41.464	(17.788)
Total tax expenses	97.836	80.735	406.192	748.633
3. Deferred taxes				
Different depreciation on fixed and intangible assets	95.800	200	198.300	1.800
EARNINGS PER SHARE				
21.				
Profit After Tax (Euro)	287.633	163.702	1.132.897	1.633.515
Profit attributable to Shareholders	287.633	163.702	1.132.897	1.633.515
Weight average no. of Shares for Basic EPS	100	100	100	100
Nominal Value of ordinary Shares (Euro)	511	511	511	511
Basic Earnings per share (Euro)	2.876	1.637	11.329	16.335

22. NUMBER OF EMPLOYEES

The Number of employees at the year ended 31st March 2015 was 12 without the Global Head Logistics & Managing Director

23. RELATED PARTIES

Related parties comprise the following

Ultimate parent company	Tata Steel Limited TM International Logistic Ltd.
Joint Ventures of the Parent company	IQ Martrade Düsseldorf, Germany NYK Holding (Europe) B.V. Netherlands
Parent company	TKM Global Logistics Ltd.
Fellow Subsidiaries	International Shipping Ltd., FZE, Dubai
Subsidiary Company	TM Harbour Services Pvt. Ltd.
Global Head Logistics & Managing Director	Mr. Amar Patnaik

TKM Global GmbH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st March 2015**

24. The nature of significant related party transactions and the amounts involved are as follows:

	For the quarter ended		For the year ended	
	31 03 2015	31 03 2014	31 03 2015	31 03 2014
Revenue (services rendered)				
TKM INDIA	43.792	69.792	246.086	308.297
TKM China	-	10	23.130	6.411
Direct costs (services availed)				
TKM INDIA	74.752	79.838	331.078	247.967
TKM China	547.391	24.995	745.905	2.916.777
TMILL	-	-	-	-
ISL Dubai	-	21.571	-	372.696

At the balance sheet date balances with related parties were as follows

	As at	As at
	31 03 2015	31 03 2014
	EURO	EURO
Disclosed under trade receivables		
TKM INDIA	15.774	241.702
TKM China	-	20
TMILL	-	-
ISL Dubai	-	-
Disclosed under other assets		
TKM China	-	-
ISL Dubai	-	-
Disclosed under trade Payables		
TKM INDIA	22.259	150.516
TKM China	54.055	596
TMILL	-	-
ISL Dubai	-	-

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st March 2015**

**25. FINANCIAL INSTRUMENTS: CREDIT, INTEREST
RATE AND EXCHANGE RATE RISK EXPOSURES**

Credit risk

Financial assets which potentially expose the establishment to concentrations of credit risk comprise principally bank accounts and trade receivables.

The establishment's bank accounts are placed with high credit quality financial institutions.

Trade receivables are stated net of the allowance for doubtful recoveries.

Interest rate risk

There are no interest rate risks.

Exchange rate risk

There are no significant exchange rate risks as substantially all financial assets and financial liabilities are denominated in Euro.

26. FINANCIAL INSTRUMENTS: FAIR VALUES

The fair value of a financial instrument 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 fair values of the financial assets and financial liabilities which are required to be carried at cost or at amortized cost approximate to their fair values.

TKM Global GmbH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st March 2015**

27. CONTINGENT LIABILITIES

	As at 31 03 2015 EURO	As at 31 03 2014 EURO
Banker's letter of guarantee	23.900	23.900

28. EARNINGS AND EXPENDITURE IN FOREIGN EXCHANGE

	31 03 2015 USD in Euro	31 03 2015 GBP in Euro	31 03 2014 USD in Euro	31 03 2014 GBP in Euro
Freight income	1.183.955	107.591	11.039.061	135.009
Freight expenditure	2.084.185	111.034	7.404.220	125.803
Spot transaction income	-	-	-	-
Spot transaction expenses	-	-	-	-
Other income	59.954	1.714	-	11.913
Bank charges	593	2.050	290	310
Other expenditure	1.233.838	130.551	-	9.142

29. PAYMENTS TO THE AUDITOR

	For the year ended	
	31 03 2015	31 03 2014
Auditing	8.500	8.500
Taxation matters	-	-
Company law matters	-	-
Management services	-	-
Other services	15.100	14.000
Reimbursement of expenses	-	-

Approved by the Directors on 7th April 2015

For **TKM Global GmbH**
GLOBAL HEAD LOGISTICS & MANAGING DIRECTOR


Amar Patnaik

For **A2C Treuhand GmbH** Wirtschaftsprüfungsgesellschaft
ppa.


Mirco Schroeter
Wirtschaftsprüfer
Steuerberater


Marko Luthje
Wirtschaftsprüfer
Steuerberater