

K. K. KAPOOR & ASSOCIATES

CHARTERED ACCOUNTANTS

48-B, UDHAM SINGH NAGAR,
CIVIL LINES,
LUDHIANA - 141001
Tel. : (O) 2302036

INDEPENDENT AUDITOR'S REPORT

To
The Members,
TRIDENT EUROPE LTD

Report on the Financial Statements

We have audited the accompanying financial statements of **TRIDENT EUROPE LTD**, which comprise the Balance Sheet as at March 31, 2019 and the statement of Profit and Loss for the year ended March 31, 2019 .

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Principles generally accepted in India and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit and as per data available for verification. 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 financial statements are free from material misstatement.

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required for the verification as in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2019.
- (b) In the case of the Income Statement ,of the Profit for the year ended on that date.

For K.K. Kapoor & Associates

Chartered Accountants
Firm Registration No. 001013N

Sd/-

CA. SUPRIYA KAPOOR

Partner
Membership No. 513019
Place : Ludhiana
Date: 30.04.2019

TRIDENT EUROPE LTD
Balance Sheet as on March 31, 2019

(Amt in GBP)

Particulars		Note No.	As at March 31,2019	As at March 31,2018
<u>ASSETS</u>				
1	Non-Current Assets			
(a)	Property, Plant & Equipment	3	51,623.18	57,464.67
(b)	Capital Work in Progress		-	300.00
(c)	Other Intangible Assets	4	5,365.76	8,020.18
(d)	Other Financial Assets	5	17,778.37	12,277.48
(e)	Other Non- Current Assets	6	34,010.06	1,688.13
2	Current Assets			
(a)	Financial Assets			
	-Trade Receivables	7	94,073.74	17,266.63
	-Cash and Cash Equivalents	8	13,435.39	46,902.26
(b)	Other Current Assets	9	1,45,341.26	45,650.54
(c)	Inventory	10	67,799.00	1,14,785.62
Total Assets			4,29,426.76	3,04,356.12
<u>EQUITY AND LIABILITIES</u>				
1	Equity			
(a)	Equity Share Capital/Common Stock	11	2,13,000.00	2,13,000.00
(b)	Reserve & Surplus	12	-1,15,450.22	-57,330.34
2	Current liabilities			
(a)	<u>Financial Liabilities</u>			
	-Trade Payables	13	1,60,643.61	1,45,033.71
	-Other Financial Liabilities	14	1,71,233.37	3,652.77
Total Equity and Liabilities			4,29,426.76	3,04,356.12

As per our report of even date attached

For K. K. KAPOOR & ASSOCIATES

Chartered Accountants

(Firm's Registration No.001013N)

Sd/-

CA. SUPRIYA KAPOOR

Partner

Membership No. 513019

For and on behalf of Board of Director

Sd/-

ANDREW ROBERT KINGSLEY

(Director)

Place : Ludhiana, India

Date : 30.04.2019

TRIDENT EUROPE LIMITED
Statement of Profit and Loss for the period ended March 31, 2019

(Amount in GBP)

Particulars	Note No.	For The year Ended March 31, 2019	For The year Ended March 31, 2018
I Revenue from Operations			
(a) Income from Traded Goods		7,07,900.37	56,167.98
(b) Commission Received		2,97,836.07	4,50,625.38
	15	10,05,736.44	5,06,793.36
II Other Income	16	884.34	803.20
III Total Revenue (I + II)		10,06,620.78	5,07,596.56
IV Expenses:			
(a) Purchase of Stock in Trade	17	3,90,792.48	1,56,749.37
(b) Changes in inventories of Finished Goods and Work In Progress	17(a)	46,986.62	-1,14,785.62
(c) Employee Benefit Expenses	18	3,25,160.42	2,92,509.59
(d) Finance Costs	19	976.23	763.65
(e) Depreciation and Amortization Expenses	3,4	10,480.08	10,270.40
(f) Other Expenses	20	2,90,344.83	1,25,607.16
(g)			
V Total Expenses		10,64,740.66	4,71,114.55
VI Profit before tax (III-V)		(58,119.88)	36,482.01
VII Tax expenses:			
(a) Current tax		-	-
(b) Deferred tax		-	-
VIII Profit after Tax (VI-VII)		(58,119.88)	36,482.01
IX Less: Short/(Excess) Provision of taxes		-	-
X Profit / (Loss) for the year (VIII-IX-X)		(58,119.88)	36,482.01
Other Comprehensive Income		-	-
Items that will not be reclassified to profit or loss		-	-
- Actuarial Gain/(Loss)		-	-
Income tax relating to items that will not be reclassified to profit or loss		-	-
Items that will be reclassified to profit or loss		-	-
Income tax relating to items that will be reclassified to profit or loss		-	-
Total Comprehensive Income for the period		(58,119.88)	36,482.01
Notes referred to above form an integral part of the Financial Statement 1 to 20			

As per our report of even date attached

For K. K. KAPOOR & ASSOCIATES
Chartered Accountants
(Firm's Registration No.001013N)

Sd/-
CA. SUPRIYA KAPOOR
Partner
Membership No. 513019

Place : Ludhiana, India
Date : 30.04.2019

For and on behalf of Board of Director

Sd/-
ANDREW ROBERT KINGSLEY
(Director)

TRIDENT EUROPE LTD
Notes to Financial Statements
(for the year ended March 31, 2019)

1. Nature of Business

Trident Europe Ltd. ("the company") was incorporated in the United Kingdom on November 26, 2015 as a wholly owned subsidiary of Trident Limited. The wholly owned subsidiary will help Trident Limited to widen its reach in European markets, strengthening its marketing channels and will act as catalyst to superior customer service in those markets.

The Company is subject to risks common to companies engaged in Trading.

For the year ending March 31, 2019, the Company has Net Loss of GBP 58119.88

2. Significant Accounting Policies

a Use of Estimates

The preparation of financial statements in conformity with Indian accounting standards (IND AS) principles, management requires to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Actual results could differ from those estimates.

b Cash & Cash Equivalents

None of the company 's cash is restricted

c Fixed Assests

Fixed Assets are recorded at cost. Depreciation is computed on straight line method, over the estimated useful lives.

d Revenue Recognition

Revenue is generated primarily from the marketing efforts for sale of terry towels/Bed Sheets. Revenue is recognised when the product has been invoiced to the customers.

TRIDENT EUROPE LTD
Notes forming part of Financial Statements

Note No. 3- PROPERTY, PLANT & EQUIPMENT

(Amount in GBP)

Description of Assets	Furniture & Fixtures	Office Equipment	Total
I. Gross Carrying Amount			
Balance as at 1 April 2018	52,985.03	18,290.50	71,275.53
Additions	1,114.17	870.00	1,984.17
Acquisitions through business combinations	0.00	0.00	0.00
Disposals	0.00	0.00	0.00
Reclassified as held for sale	0.00	0.00	0.00
Others [describe]	0.00	0.00	0.00
Balance as at 31st March`19	54,099.20	19,160.50	73,259.70
II. Accumulated depreciation and impairment			
Balance as at 1 April 2018	9,033.48	4,777.38	13,810.85
Depreciation expense for the year	5,139.42	2,686.24	7,825.66
Eliminated on disposal of assets	0.00	0.00	0.00
Eliminated on reclassification as held for sale	0.00	0.00	0.00
Impairment losses recognised in profit or loss	0.00	0.00	0.00
Reversals of impairment losses recognised in profit or loss	0.00	0.00	0.00
Others [describe]	0.00	0.00	0.00
Balance as at 31 March 2019	14,172.90	7,463.62	21,636.52
III. Net carrying amount (I-II)	39,926.30	11,696.88	51,623.18

TRIDENT EUROPE LTD**Notes forming part of Financial Statements****Note No. 4- OTHER INTANGIBLE ASSETS**

(Amount in GBP)

Description of Assets	Computer Software
I. Gross Carrying Amount	
Balance as at 1 April 2018	13,272.21
Additions from separate acquisitions	0.00
Additions from internal developments	0.00
Acquisitions through business combinations	0.00
Disposals	0.00
Reclassified as held for sale	0.00
Others (decribe)	0.00
Balance as at 31st March 2019	13,272.21
II. Accumulated depreciation and impairment	
Balance as at 1 April 2018	5,252.03
Amortisation expense for the year	2,654.42
Eliminated on disposal of assets	0.00
Reclassified as held for sale	0.00
Impairment losses recognised in profit or loss	0.00
Reversals of impairment losses recognised in profit or loss	0.00
Other adjustments	0.00
Balance as at 31st March 2019	7,906.45
III. Net carrying amount (I-II)	5,365.76

Note No. 5 - OTHER FINANCIAL ASSETS

(Amount in GBP)

Particulars	As at March 31, 2019	As at March 31,2018
(a)		
Security Deposit against Lease Agreement	13,128.37	12277.48
(b) Security For Rent	4,650.00	-
	17,778.37	12,277.48

Note No. 6 - OTHER NON CURRENT ASSETS

(a) Prepaid Rent	33,070.19	1688.13
(b) Prepaid Insurance	939.87	-
	34,010.06	1,688.13

Note No. 7 - TRADE RECEIVABLES

(Unsecured considered good, unless otherwise stated)

a) Trade receivable outstanding for a period exceeding six months from the date they were due for payment - More Than Six Months - Considered Good		
b) Other Trade Receivables	94,073.74	17,266.63
	94,073.74	17,266.63

Note No. 8 - CASH AND CASH EQUIVALENTS

(a) Cash in hand	5,799.73	5,408.53
(b) Balances with banks	7,635.66	41,493.73
- In Current Accounts	-	-
(Including Cheques In Hand)	-	-
	13,435.39	46,902.25

Note No. 9 - OTHER CURRENT ASSETS

(a) Prepaid Exp	-	18,568.87
(b) Balance with Govt Departments	1,45,341.26	27,081.67
	1,45,341.26	45,650.54

Note No. 10 - Inventory

(a) Finished Goods	67,799.00	1,14,785.62
	67,799.00	1,14,785.62

Note No. 11 - SHARE CAPITAL/Common STOCK

(a) Equity Capital/Common Stock	2,13,000.00	2,13,000.00
	2,13,000.00	2,13,000.00

Note No. 12 - RESERVE & SURPLUS

Surplus of statement of Profit and Loss		
Opening Balance	(57330.34)	(93812.35)
Add: Net surplus from statement of Profit & Loss	(58119.88)	36,482.01
	(115450.22)	(57330.34)

Note No. 13 - TRADE PAYABLES

(a) Total Outstanding dues of Micro Enterprises and Small Enterprises		-
(b) Total Outstanding dues other than Micro Enterprises and Small Enterprises	(160643.61)	1,45,033.71
	1,60,643.61	1,45,033.71

Note No. 14 - OTHER FINANCIAL LIABILITIES

(a) Audit Fees payable	100.00	500.00
(b) Balance with Govt Departments	136775.57	-
(c) Expenses Payable	33435.12	3152.77
(d) Payable to employee	922.68	-
	1,71,233.37	3,652.77

TRIDENT EUROPE LIMITED
Notes forming part of Financial Statements

Note No. 15 - REVENUE FROM OPERATIONS

(Amount in GBP)

Particulars	For year Ended March 31'2019	For year Ended March 31'2018
(a) Traded	707900.37	56167.98
(b) Commission Income	297836.07	450625.38
Total	1005736.44	506793.36

Note No. 16 - OTHER INCOME

Interest Income	857.06	803.20
Other Income	27.28	
Total	884.34	803.20

Note No. 17 - PURCHASE OF STOCK IN TRADE

Material for resale	390792.48	156749.37
Total	390792.48	156749.37

Note No. 17 A-CHANGE IN INVENTORY OF FINISHED GOODS

Opening Stock		
Finished Goods	114785.62	0.00
Less:- Closing Stock		
Finished Goods	67799.00	114785.62
(Increase)/Decrease Total	46986.62	-114785.62

Note No. 18 - EMPLOYEE BENEFIT EXPENSES

Salaries & Wages	325160.42	291697.37
Staff Welfare Exp	0.00	812.23
Total	325160.42	292509.59

Note No. 19 - FINANCE COSTS

Bank Charges	976.23	763.65
Total	976.23	763.65

Note No. 20 - OTHER EXPENSES

Postage & Telegram	3362.41	2083.74
Repair & Maintenance	5604.89	2966.25
Travelling & Conveyance	39320.86	28706.27
Rates & Taxes	12192.27	16771.59
Telephone & Telex	5042.79	6789.15
Legal & Professional	4516.29	11134.49
Printing & Stationery	1373.07	1663.90
Insurance	2064.49	1549.34
Cash-Discount	21795.83	0.00
Freight Charges	47202.83	1574.03
Audit Fees	100.00	100.00
Warehousing Charges	35315.68	2348.30
Tote Rent	6658.92	0.00
Provision for Doubtful Debts	0.00	8135.00
Power & Fuel	1186.02	1157.38
Office Exp	2263.06	1444.38
Rent	63616.70	35302.54
REBATE AND DISCOUNT	27862.60	0.00
Recruitment Exp	0.00	0.00
Business Promotion Exp	10106.12	3880.81
Freight Clearing Charges	400.00	0.00
Computer Maintenance	360.00	0.00
Total	290344.83	125607.16