

STS GEMS JAPAN LTD**Balance Sheet as at 31st MARCH, 2018***(Amount in Japanese Yen)*

| | <u>Note</u> | <u>As at 31st March, 2018</u> | <u>As at 31st March, 2017</u> |
|--------------------------------------|-------------|-----------------------------------|-----------------------------------|
| <u>EQUITY AND LIABILITIES</u> | | | |
| Shareholders' Funds | | | |
| Share Capital | 1 | 75,000,000 | 75,000,000 |
| Reserves And Surplus | 2 | <u>(75,170,112)</u> | <u>(75,105,395)</u> |
| | | (170,112) | (105,395) |
| Non-Current Liabilities | | | |
| Long-Term Borrowings | 3 | <u>224,165</u> | <u>168,727</u> |
| | | 224,165 | 168,727 |
| Current Liabilities | | | |
| Other Current Liabilities | 4 | <u>816</u> | <u>1,069</u> |
| | | 816 | 1,069 |
| Total | | <u><u>54,869</u></u> | <u><u>64,401</u></u> |
| <u>ASSETS</u> | | | |
| Non-Current Assets | | | |
| Non-Current Investments | 5 | <u>50,000</u> | <u>50,000</u> |
| | | 50,000 | 50,000 |
| Current Assets | | | |
| Cash and Bank Balances | 6 | <u>4,869</u> | <u>14,401</u> |
| | | 4,869 | 14,401 |
| Total | | <u><u>54,869</u></u> | <u><u>64,401</u></u> |

For Hatsushika Gimsho
Chartered Accountants
F.R. No. 000205C

For and on behalf of the Board

Hatsushika Gimsho
Partner

Director

Place: Japan
Date: 17 April 2018

Place: Japan
Date: 17 April 2018

STS GEMS JAPAN LTD

Statement of Profit and Loss for the year ended 31st March, 2018

(Amount in Japanese Yen)

| | <u>Note No.</u> | <u>Year ended 31st March, 2018</u> | <u>Year ended 31st March, 2017</u> |
|--|-----------------|--|--|
| REVENUE | | | |
| Revenue From Operations | | - | - |
| Other Income | 7 | 12,103 | 1,806 |
| Total | | 12,103 | 1,806 |
| EXPENSES | | | |
| Finance Costs | 8 | 4,228 | 6,728 |
| Other Expenses | 9 | 72,640 | 109,395 |
| Total | | 76,868 | 116,123 |
| Profit Before Exceptional Items and Tax | | (64,765) | (114,317) |
| Exceptional Items | | - | 0 |
| Profit Before Tax | | (64,765) | (114,317) |
| Tax Expense | | - | - |
| Profit for the Year | | (64,765) | (114,317) |

For Hatsushika Gimsho
Chartered Accountants
F.R. No. 000205C

For and on behalf of the Board

Hatsushika Gimsho
Partner

Director

Place: Japan
Date: 17 April 2018

Place: Japan
Date: 17 April 2018

STS GEMS JAPAN LTD
Notes Accompanying to the financial statement for the year ended March 31st, 2018
(Amount in Japanese Yen)
Note No.
1 Share Capital

- a The details of Authorised, Issued, Subscribed and paid up capital are as under :-

| <u>Share Capital</u> | <u>As at</u> <u>31st March, 2018</u> | | <u>As at</u> <u>31st March, 2017</u> | |
|--|---|-------------------|---|---------------|
| | <u>Number</u> | <u>Amount</u> | <u>Number</u> | <u>Amount</u> |
| Issued, Subscribed and Paid up Equity Share capital | | 75,000,000 | | - |
| | | <u>75,000,000</u> | | <u>0</u> |

2 Reserves & Surplus

| | <u>As at</u> <u>31st March, 2018</u> | | <u>As at</u> <u>31st March, 2017</u> | |
|---|---|---------------------|---|---------------------|
| | A. Surplus/ (Deficit) | | | |
| Opening Balance | (75,730,347) | | (75,616,078) | |
| Add: Transferred from Profit and Loss Account | (64,765) | | (114,317) | |
| | <u>(75,795,112)</u> | | <u>(75,730,395)</u> | |
| Less: Withdrawn during the year | - | (75,795,112) | - | (75,730,395) |
| B. Provision for Income | | 625,000 | | 625,000 |
| | | <u>(75,170,112)</u> | | <u>(75,105,395)</u> |

NON CURRENT LIABILITIES
3 Long Term Borrowings
Unsecured:
Deposits (Inter corporate deposit)

From Related parties

| | | |
|--|----------------|----------------|
| | 224,165 | 168,727 |
| | <u>224,165</u> | <u>168,727</u> |

4 Other Current Liabilities

- a. Other Current Liabilities consists of following :-

| | <u>As at</u> <u>31st March, 2018</u> | | <u>As at</u> <u>31st March, 2017</u> | |
|--|---|-----|---|-------|
| | Statutory Dues(including PF,TDS etc.) | 816 | | 1,069 |
| | <u>816</u> | | <u>1,069</u> | |

5 Non-current investments
Quoted Investment in Equity (Fully Paid up) :

Asahi Shinkin Bank Stock

Total

| | | |
|--|---------------|---------------|
| | 50,000 | 50,000 |
| | <u>50,000</u> | <u>50,000</u> |

6 CASH AND BANK BALANCES

| | <u>As at</u> <u>31st March, 2018</u> | | <u>As at</u> <u>31st March, 2017</u> | |
|-----------------------------|---|--|---|--|
| | Cash & Cash Equivalents | | | |
| Bank Deposits (Non pledged) | 4,869 | | 10,142 | |
| Cash on hand | - | | 4,259 | |
| | <u>4,869</u> | | <u>14,401</u> | |
| | <u>4,869</u> | | <u>14,401</u> | |

| | | | |
|---|--|--|--|
| 7 | OTHER INCOME | Year ended 31st March, 2018 | Year ended 31st March, 2017 |
| | Dividend Received | 1,194 | 1,500 |
| | Miscellaneous Income | 306 | 306 |
| | Exchange Fluctuation (Net) | 10,603 | - |
| | | <u>12,103</u> | <u>1,806</u> |
| | | | |
| 8 | FINANCE COST | Year ended 31st March, 2018 | Year ended 31st March, 2017 |
| | Finance Charges | 4,228 | 6,728 |
| | | <u>4,228</u> | <u>6,728</u> |
| | | | |
| 9 | ADMINISTRATIVE AND SELLING EXPENSES | Year ended 31st March, 2018 | Year ended 31st March, 2017 |
| | Rent, Rates and Taxes | - | 41,356 |
| | Legal and Professional | 10,000 | - |
| | Misc. Expenses | - | 1,560 |
| | Auditors' Remuneration | 62,640 | 64,800 |
| | Exchange loss | - | 1,679 |
| | | <u>72,640</u> | <u>109,395</u> |
| | Total Other Expenses | <u>72,640</u> | <u>109,395</u> |