FRESTED LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period from 1 April 2017 to 31 March 2018

	Note	2018 US$	2017 US$
Net (loss)/profit from investing activities	3	-	(31,311)
Administrative expenses	4	(10,774)	(16,678)
Operating (loss)/profit		**(10,774)**	**(47,989)**
Finance income		-	747
Finance expenses		(1,162)	(940)
Net finance income/(cost)	5	**(1,162)**	**(193)**
Loss before tax		(11,936)	(48,181)
Tax		-	-
Loss for the year		**(11,936)**	**(48,181)**
Other comprehensive income			
Total comprehensive expense for the year		**(11,936)**	**(48,181)**

Sd/-
SH Vijay Agarwal
Director

Sd/-
SH Devindra Collappen
Director

FRESTED LIMITED

STATEMENT OF FINANCIAL POSITION

As At 31 March 2018

	Note	2018 US$	2017 US$
Assets			
Non-current assets			
Investments in subsidiaries	6	2,13,808	2,13,808
Total non-current assets		**2,13,808**	**2,13,808**
Current assets			
Trade and other receivables	7	-	-
Cash and cash equivalents		-	1,651
Total current assets		**-**	**1,651**
Total assets		**2,13,808**	**2,15,459**
Equity			
Equity and reserves			
Share capital	8	1,300	1,300
Reserves		(40,27,025)	(40,15,090)
Total equity		**(40,25,725)**	**(40,13,790)**
Liabilities			
Loans and borrowings	9	42,39,534	42,24,412
Total non-current liabilities		**42,39,534**	**42,24,412**
Trade and other payables	10	-	4,838
Total current liabilities		**-**	**4,838**
Total liabilities		**42,39,534**	**42,29,250**
Total equity and liabilities		**2,13,809**	**2,15,459**

Sd/-
SH Vijay Agarwal
Director

Sd/-
SH Devindra Collappen
Director

The notes 1 to 14 are an integral part of these financial statements.

FRESTED LIMITED

STATEMENT OF CHANGES IN EQUITY

For the period from 1 April 2017 to 31 March 2018

	Share capital	Retained earnings	Total
	US$	US$	US$
Balance at 1 April 2016	1,300	(39,66,909)	(39,65,609)
Comprehensive income			
Loss for the year	-	(48,181)	(48,181)
Balance at 31 March 2017	**1,300**	**(40,15,090)**	**(40,13,790)**
Balance at 1 April 2017	1,300	(40,15,090)	(40,13,790)
Comprehensive income			
Loss for the year	-	(11,936)	(11,936)
Balance at 31 March 2018	**1,300**	**(40,27,025)**	**(40,25,725)**

FRESTED LIMITED

STATEMENT OF CASH FLOWS

For the period from 1 April 2017 to 31 March 2018

	2018 US$	2017 US$
Cash flows from operating activities		
Loss for the year	(11,936)	(48,181)
Adjustments for:		
Unrealised exchange loss	-	21
Impairment charge/(Reversal) of investments in subsidiaries	-	31,311
Interest income	-	(1)
Interest expense	1	20
Cash used in operations before working capital changes	**(11,935)**	**(16,830)**
Decrease/(Increase) in trade and other receivables	-	2,026
Increase/(Decrease) in trade and other payables	(4,838)	(8,064)
Cash used in operations	**(16,773)**	**(22,869)**
Cash flows from investing activities		
Interest received	-	1
Net cash generated from investing activities	**-**	**1**
Cash flows from financing activities		
Proceeds from borrowings	15,122	24,985
Unrealised exchange (loss)	-	(21)
Interest paid	(1)	(20)
Net cash generated from financing activities	**15,121**	**24,944**
Net increase/(decrease) in cash and cash equivalents	(1,651)	2,076
Cash and cash equivalents at beginning of the year	1,651	(425)
Cash and cash equivalents at end of the year	**(0)**	**1,651**
Cash and cash equivalents are defined by:		
Cash and cash equivalents	**-**	**1,651**

NOTES TO THE FINANCIAL STATEMENTS

For the period from 1 April 2017 to 31 March 2018

1. INCORPORATION AND PRINCIPAL ACTIVITIES

Frested Limited (the ''Company'') was incorporated in Cyprus on 29 December 2006 as a private limited liability company under the Cyprus Companies Law, Cap. 113. Its registered office was at 12 Esperidon street, 4th Floor, 1087 Nicosia, Cyprus.

The Company has re-domiciled to Mauritius in accordance with the provisions of the mauritius Companies Act, 2001. The regsitered office of Frested Limited is Suite 204, Grand Baie Business Quarter, Chemin Vingt Pieds, Grand Bay 30529, Mauritius.

The principal activity of the Company, which is unchanged from last year, is that of a holding company.

2. SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been applied consistently for all the years presented in these financial statements.

Subsidiaries

Subsidiaries are entities controlled by the Company. Control exists where the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

Investments in subsidiaries are classified as available-for-sale investments and are measured at fair value. Gains or losses on investments in subsidiaries are recognised directly in equity, through the statement of changes in equity except for impairment losses.

Finance income

Interest income is recognised on a time-proportion basis using the effective method.

Finance expenses

Interest expense and other borrowing costs are recognised in profit or loss using the effective interest method.

Foreign currency translation

(i) Functional currency

Items included in the Company's financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency').

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the reporting date exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value is determined.

Tax

Tax liabilities and assets for the current and prior periods are measured at the amount expected to be paid to or recovered from the taxation authorities, using the tax rates and laws that have been enacted, or substantively enacted, by the reporting date. Current tax includes any adjustments to tax payable in respect of previous periods.

Dividends

Dividend distribution to the Company's shareholders is recognised in the Company's financial statements in the year in which they are approved by the Company's shareholders.

Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument.

(i)Trade and other receivables

Trade and other receivables are initially recognised at fair value and are subsequently measured at amortised cost using the effective interest rate method. Trade and other receivables are stated after deducting the appropriate allowances for any impairment.

(ii) Cash and cash equivalents

For the purpose of the statement of cash flows, cash and cash equivalents comprise cash at bank and bank overdrafts.

(iii) Borrowings

Borrowings are recorded initially at the proceeds received, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption value is recognised in profit or loss over the period of the borrowings using the effective interest method.

Share capital

Ordinary shares are classified as equity.

Comparatives

Where necessary, comparative figures have been adjusted to conform to changes in presentation in the current period.

FRESTED LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the period from 1 April 2017 to 31 March 2018

3. (LOSS)/PROFIT FROM INVESTING ACTIVITIES

	2018 US$	2017 US$
(Charge)/Reversal of impairment on Investments in subsidiary	-	(31,311)
	-	**(31,311)**

4. ADMINISTRATIVE EXPENSE

Registrar annual fee	604	447
Sundry expense	572	426
Stationary and printing	-	32
Certification and legalisation expense	-	542
Independent auditor's remunaration - current period	-	3,189
Independent auditor's remunaration - prior years	-	204
Accounting fees	-	860
Legal and professional	6,909	6,184
Director's fees	230	721
Secretarial fees	230	721
Irrecoverable VAT	1,412	2,506
Administrative expense	817	845
	10,774	**16,678**

Operating (loss)/profit is stated after charging the following items:

Directors' fees	230	721
Independent auditors' remuneration	-	3,189
Independent auditors' remuneration - prior years	-	204

5. NET FINANCE INCOME AND EXPENSES

Interest income	-	1
Exchange profit	-	746
	-	**747**
Net foreign exchange transaction losses	(265)	(21)
Interest expense	(1)	(20)
Sundry finance expenses	(896)	(899)
	(1,162)	**(940)**
Net finance income/(cost)	**(1,162)**	**(193)**

FRESTED LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the period from 1 April 2017 to 31 March 2018

6. INVESTMENTS IN SUBSIDIARIES

	2018 US$	2017 US$
Balance at 1 April	2,13,808	2,45,119
Fair Value (Loss) / Gain	-	(31,311)
Balance at 31 March	**2,13,808**	**2,13,808**

The details of the subsidiaries are as follows:

Name	**Country of incorporation**	**Principal activity**	**2018 Holding %**	**2017 Holding %**
Forma SA Botosani	Romania	Manufacturing of agriculture and forestry machinery	89.52	89.52

7. TRADE AND OTHER RECEIVABLES

	2018 US$	2017 US$
Deferred expenses	-	-
	-	**-**

The fair values of trade and other receivables due within one year approximate to their carrying amounts as presented above.

8. SHARE CAPITAL

	2018		2017	
	Number of shares	**US$**	**Number of shares**	**US$**
Authorised				
Ordinary shares of €1 each	1,000	1,300	1,000	1,300
Issued and fully paid				
Balance at 1 April	1,000	1,300	1,000	1,300
Balance at 31 March	**1,000**	**1,300**	**1,000**	**1,300**

9. LOANS AND BORROWINGS

	2018	2017
	US$	US$
Balance at 1 April	42,24,412	41,99,427
Additions	15,122	34,985
Repayments	-	(10,000)
Balance at 31 March	**42,39,534**	**42,24,412**
Non-current liabilities		
Loans from related companies (note 11(ii))	42,39,534	42,24,412
	42,39,534	**42,24,412**

The loan from parent company Action Construction Equipment Limited was provided with an interest of 11% and is repayable by 31 March 2019. Based on parents letter of undertaking the total loan outstanding is now considered to have been waived, subject to regulatory approvals.

10. TRADE AND OTHER PAYABLES

	2018	2017
	US$	US$
Accruals	-	4,838
	-	**4,838**

The fair values of trade and other payables due within one year approximate to their carrying amounts as presented above.

11. RELATED PARTY TRANSACTIONS

The transactions and balances with related parties are as follows:

(i) Directors' remuneration

The remuneration of Directors and other members of key management was as follows:

	2018	2017
	US$	US$
Directors' fees	230	721
	230	**721**

(ii) Loans from related undertaking

	2018	2017
	US$	US$
Action Construction Equipment Limited	42,39,534	42,24,412
	42,39,534	**42,24,412**

12. FAIR VALUES

The fair values of the Company's financial assets and liabilities approximate their carrying amounts at the reporting date.

Fair value hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

31-Mar-2018	**Level 1**	**Level 2**	**Level 3**	**Total**
	US$	**US$**	**US$**	**US$**
Financial assets				
Available-for-sale financial assets	-	-	2,13,808	2,13,808
Total	**-**	**-**	**2,13,808**	**2,13,808**

31-Mar-2017	**Level 1**	**Level 2**	**Level 3**	**Total**
	US$	**US$**	**US$**	**US$**
Financial assets				
Available-for-sale financial assets	-	-	2,13,808	2,13,808
Total	**-**	**-**	**2,13,808**	**2,13,808**

13. CONTINGENT LIABILITIES

The Company had no contingent liabilities as at 31 March 2018.

14. EVENTS AFTER THE REPORTING PERIOD

There were no material events after the reporting period, which have a bearing on the understanding of the financial statements.