

TSE ENGINEERING (PTY) LTD
Balance sheet as at March 31, 2022

	Notes	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
ASSETS			
Non-current assets			
Property, Plant and Equipment	1	2,017,304	2,037,849
		<u>2,017,304</u>	<u>2,037,849</u>
Current Assets			
Inventories	2	2,172,414	2,931,319
Financial assets			
(i) Trade receivables	3	1,092,723	2,573,665
(ii) Cash and cash equivalents	4	382,727	11,417
(iii) Other financial assets	5	1,450	-
		<u>3,649,314</u>	<u>5,516,401</u>
Total Assets		<u>5,666,618</u>	<u>7,554,250</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	6	100	100
Other Equity	7	3,513,639	3,445,097
		<u>3,513,739</u>	<u>3,445,197</u>
Current liabilities			
Financial liabilities			
(i) Borrowings	8	279,833	2,369,124
(ii) Trade payables	9	833,387	1,101,653
(iii) Other financial liabilities	10	137,552	35,886
Other current liabilities	11	738,697	119,895
Income tax liabilities (net)		163,410	482,495
		<u>2,152,879</u>	<u>4,109,053</u>
Total Equity and Liabilities		<u>5,666,618</u>	<u>7,554,250</u>

The accompanying notes form an integral part of the financial statements.

For and on behalf of the board of directors of
TSE ENGINEERING (PTY) LTD


Sachin Vithalrao Parab
(Chairman)


Christo du Plooy
(Director)


Arto van de Erve
(Director)


Mark Wayne Brits
(Director)


Sandeep Kumar Newatia
(Finance Controller)

Place : Pretoria
Date: 26th April 2022

TSE ENGINEERING (PTY) LTD

Statement of Profit and Loss for the period ended March 31, 2022

	Notes	Unaudited 1 month ended March 31, 2022 ZAR	Audited Year ended February 28, 2022 ZAR
Income			
Revenue from operations	12	2,328,974	16,466,035
Other income	13	2,702	39,335
TOTAL		2,331,676	16,505,370
Expenses			
Purchase Raw Material and Sub Contractor Cost	14	406,718	4,088,534
Increase / Decrease in Inventories	15	758,905	113,467
Employee benefits expense	16	600,099	6,213,434
Finance costs		3,819	49,913
Depreciation and amortisation expense	1	28,367	339,290
Other expenses	17	439,873	3,974,531
TOTAL		2,237,781	14,779,169
Profit before tax		93,895	1,726,201
Tax expense			
Current tax		25,352	496,457
Deferred tax		-	-
		25,352	496,457
Profit after tax for the period		68,543	1,229,744
Other comprehensive income		-	-
Total comprehensive income for the period		68,543	1,229,744


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TSE ENGINEERING (PTY) LTD

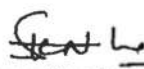

Sachin Vithalrao Parab
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Place : Pretoria
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Sandeep Kumar Newatia
(Finance Controller)

TSE ENGINEERING (PTY) LIMITED

Statement of Cash Flows for the period ended March 31, 2022


(in ZAR)

	March 31, 2022 1 month ended	February 28, 2022 Year ended
Cash flows from operating activities		
Profit before tax	93,895	1,726,201
Adjustments for		
Depreciation and amortisation expense	28,367	339,290
Profit on sale of property, plant and equipment	-	(8,932)
Finance costs	3,819	49,913
Interest income	(10)	(3,973)
Unrealised foreign exchange (gain)	(2,930)	1,869
Working capital adjustments :		
Change in inventories	758,905	113,467
Change in trade receivables	1,483,871	(1,667,660)
Change in other financial assets	(1,450)	614,369
Change in trade payables	(268,266)	703,399
Change in other financial liabilities	101,666	35,886
Change in other liabilities	618,802	119,895
Cash generated from operations	2,816,669	2,023,724
Income tax paid	(344,437)	(311,539)
Net cash inflow from operating activities	2,472,232	1,712,185
Cash flows from investing activities		
Purchase of property, plant and equipment	(7,822)	(1,481,721)
Proceeds from sale of property, plant and equipment	-	391,561
Interest received	10	3,973
Net cash outflow from investing activities	(7,812)	(1,086,187)
Cash flows from financing activities		
Repayment of borrowings	(2,089,291)	(644,738)
Interest paid	(3,819)	(49,913)
Net cash outflow from financing activities	(2,093,110)	(694,651)
Net (decrease)/increase in cash and cash equivalents	371,310	(68,653)
Cash and cash equivalents at the beginning of the year	11,417	80,070
Cash and cash equivalents at the end of the year	382,727	11,417

The accompanying notes form an integral part of the financial statements.

For and on behalf of the board of directors of
TSE ENGINEERING (PTY) LTD



Sachin Vithalrao Parab
(Chairman)


Christo du Plooy
(Director)


Arto van de Erve
(Director)


Mark Wayne Brits
(Director)

Place : Pretoria
Date: 26th April 2022


Sandeep Kumar Newatia
(Finance Controller)

TSE ENGINEERING (PTY) LTD

Note 1

Notes to the financial statements for the year ended March 31, 2022

Property, plant and equipment

(IN ZAR)

	Plant and equipment	Furniture and fixtures	Vehicles	Computers	Total
<u>Year ended 28 February 2022</u>					
Gross carrying amount					
Opening gross carrying amount	431,535	33,849	1,471,876	205,416	2,142,676
Additions	902,232	441,115	-	138,374	1,481,721
Disposals	-	-	(708,867)	-	(708,867)
Closing gross carrying amount	1,333,767	474,964	763,009	343,790	2,915,530
Accumulated depreciation					
Opening accumulated depreciation	292,321	33,848	501,481	36,979	864,629
Depreciation charge during the year	98,831	44,112	103,002	93,345	339,290
Disposals	-	-	(326,238)	-	(326,238)
Closing accumulated depreciation	391,152	77,960	278,245	130,324	877,681
Net carrying amount	942,615	397,004	484,764	213,466	2,037,849
<u>Period ended 31 March 2022</u>					
Gross carrying amount					
Opening gross carrying amount	1,333,767	474,964	763,009	343,790	2,915,530
Additions	7,822	-	-	-	7,822
Closing gross carrying amount	1,341,589	474,964	763,009	343,790	2,923,352
Accumulated depreciation					
Opening accumulated depreciation	391,152	77,960	278,245	130,324	877,681
Depreciation charge during the year	8,741	3,676	6,358	9,592	28,367
Closing accumulated depreciation	399,893	81,636	284,603	139,916	906,048
Net carrying amount	941,696	393,328	478,406	203,874	2,017,304

TSE ENGINEERING (PTY) LTD

Notes to Financial Statements for the period ended March 31, 2022

2. Inventories

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
Work- in Progress	2,172,414	2,931,319
	<u>2,172,414</u>	<u>2,931,319</u>

3. Trade Receivables

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
Trade receivables (at amortised cost)*	1,092,723	2,573,665
Less: Allowance for bad and doubtful debts	-	-
	<u>1,092,723</u>	<u>2,573,665</u>
<u>* Includes Receivable from a related party</u> Triveni Turbine Africa Pty Ltd	64,400	-

4. Cash and cash equivalents

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
Cash and cash equivalents		
Balances with banks:		
- Current accounts	365,947	9,637
Cash on hand	16,780	1,780
	<u>382,727</u>	<u>11,417</u>

5. Other Financial Assets

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
Loan to Employee	1,450	-
	<u>1,450</u>	<u>-</u>

TSE ENGINEERING (PTY) LTD

Notes to Financial Statements for the period ended March 31, 2022

6. Share Capital

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
Authorized capital		
1000 No Par value shares of ZAR 1 each (in ZAR)	1,000	1,000
Issued, Subscribed and fully Paid-up shares:		
100 No Par Value Shares	100	100
Total issued, subscribed and fully paid-up share capital	<u>100</u>	<u>100</u>

6a. Reconciliation of shares outstanding at the beginning and at the end of the reporting year

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
At the beginning of the year	100	100
100 No Par value shares of ZAR 1 each		
Add: Issued during the period	-	-
Outstanding at the end of the year	100	100
100 No Par value shares of ZAR 1 each		

6b. Shares held by holding/ ultimate holding company and/ or their subsidiaries/ associates

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
Triveni Turbines DMCC	70	-
[70 (28 February 2022 : Nil) No Par Value shares of ZAR 1 each fully paid up]		
% of shareholding	70	-

7. Other Equity

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
Reserves and surplus		
Retained earnings		
Balance at the beginning of the reporting period	3,445,096	2,215,353
Total Comprehensive income for the period	68,543	1,229,744
Balance at the end of the reporting period	<u>3,513,639</u>	<u>3,445,097</u>

TSE ENGINEERING (PTY) LTD

Notes to Financial Statements for the period ended March 31, 2022

8 Short term Borrowing

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
From Banks		
Wesbank - Vehicles Loan	279,833	286,482
Standard Bank - Covid Loan	-	1,142,127
Standard Bank -Revolving Credit	-	940,515
	<u>279,833</u>	<u>2,369,124</u>

9. Trade Payables

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
Trade Payables - current *	833,387	1,101,653
	<u>833,387</u>	<u>1,101,653</u>

10. Other Financial Liabilities

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
Capital creditors	35,886	35,886
Employee benefits & other dues payable	101,666	-
	<u>137,552</u>	<u>35,886</u>

11. Other Current Liabilities

	Unaudited March 31, 2022 ZAR	Audited Feb 28, 2022 ZAR
Statutory dues payable	442,997	119,895
Deferred Revenue	295,700	-
	<u>738,697</u>	<u>119,895</u>

TSE ENGINEERING (PTY) LTD

Notes to Financial Statements for the period ended March 31, 2022

12. Revenue from operations

	Unaudited 1 month ended March 31, 2022	Audited Year ended Feb 28, 2022
	ZAR	ZAR
Sales of Services (Refurbishment, Repairs etc)	2,328,974	16,466,035
	<u>2,328,974</u>	<u>16,466,035</u>

13. Other income

	Unaudited 1 month ended March 31, 2022	Audited Year ended Feb 28, 2022
	ZAR	ZAR
Gain on exchange fluctuation	-	19,043
Profit on sale of property, plant and equipment	-	8,932
Miscellaneous Income	2,692	7,387
Interest Income	10	3,973
	<u>2,702</u>	<u>39,335</u>

14. Purchase Raw Material and Sub Contractor Cost

	Unaudited 1 month ended March 31, 2022	Audited Year ended Feb 28, 2022
	ZAR	ZAR
Raw Material/Sub-contractor cost	406,718	4,088,534
	<u>406,718</u>	<u>4,088,534</u>

15. (Increase) / Decrease in inventories

	Unaudited 1 month ended March 31, 2022	Audited Year ended Feb 28, 2022
	ZAR	ZAR
Opening balance of work in progress	2,931,319	3,044,786
Closing balance of work in progress	2,172,414	2,931,319
	<u>758,905</u>	<u>113,467</u>

TSE ENGINEERING (PTY) LTD

Notes to Financial Statements for the period ended March 31, 2022

16. Employee benefits expense

	Unaudited	Audited
	1 month ended	Year ended
	March 31, 2022	Feb 28, 2022
	ZAR	ZAR
Salaries, wages and bonus*	600,099	6,174,409
Contribution to Workmen Compensation	-	39,025
	600,099	6,213,434

* Includes Director Remuneration

Arto	59,458	444,205
Wayne	60,162	461,250
	119,620	905,455

17. Other expenses

	Unaudited	Audited
	1 month ended	Year ended
	March 31, 2022	Feb 28, 2022
	ZAR	ZAR
Tools & Consumables	20,550	268,443
Repair & Maintenance	16,248	457,189
Rent	55,291	680,750
Legal & Professional charges	660	92,742
Audit fee	11,327	72,567
Printing & Stationery	2,100	56,204
Marketing Expenses	-	8,113
Insurance	17,148	220,178
Travel and Conveyance	214,316	897,647
Fuel Expenses	37,830	492,192
Staff Welfare	5,557	94,030
Communication	7,155	93,967
Subscriptions	-	45,341
Penalties & Interest	1,228	46,861
Bank charges	30,606	272,798
Other expenses	16,927	173,640
Loss on exchange fluctuation	2,930	1,869
	439,873	3,974,531