



WENDT GRINDING TECHNOLOGIES LIMITED

DIRECTORS REPORT

The Directors are pleased to present the tenth Annual Report and Audited Accounts for the year ended March 31st 2015.

Key Financial Summary -:

(INR in lacs)

	31/03/2014	31/03/2015
Sales	1398.25	1619.70
Other Income	26.20	18.61
Total Sales	1424.25	1638.31
Profit Before Tax (PBT)	261.19	273.88
PBT%	18.39%	16.72%
Provision for current tax	55.24	52.72
Profit after tax (PAT)	205.95	221.16
PAT %	14.50%	13.50%

Business Operations.-:

Our wholly-owned subsidiary, has once again delivered better results both in terms of growth over the last year, and achieving sales higher than the Business Plan. This exemplary **performance** has been despite continued slowdown, political issues and upheaval in the region.

Today WGTL is above Rs.160 Million Company delivering consistent results year-on-year for last 9 years despite ever increasing challenges & various odds.

During this challenging year, your Company faced numerous challenges like Auto industry business continue to decline over 29%, further old competitor dropped prices by 30% to reenter the market, besides new competition from Korea also putting best endeavors to penetrate this market, especially Glass grinding. This has directly affected our re profiling sales resulting in 60% drop from the last year levels.

Besides Auto & auto ancillary, many customers could not regain especially in electronic segment & white good appliances, while various other customers operated at 60-70% levels due to contracting exports, coupled with economic & political challenges in Thailand. Overall GDP growth was less than 1% levels during the year!



WENDT GRINDING TECHNOLOGIES LIMITED

However, with clear strategy to increase product & customer basket, your company generated additional business worth USD 1.0 Million to compensate this imminent drop to ensure sustainable growth during another most challenging year.

Clear & focused strategy along with various Business process improvements to ensure sustainable & profitable growth, your company had taken various proactive actions to counter the costs like efforts required to keep a fine balance between employee cost/fixed costs, marketing cost to gain new business resulting in 3% reduction in fixed cost!

However the variable cost have increased with currency depreciation & input cost for trading goods purchased from group companies only.

Your Company maintained leadership position in reprofiling market segment in Thailand. Clear focus on increasing product & customer basket for traded products yielded very good results besides de-risking the business. This has helped your company to compensate 60% drop in reprofiles sales with over 35% increase in trading sales sustaining over 40% growth achieved last year for trading sales! Over all your Company could grow by another 17% during the financial year, despite all odds.

Your company also focused to grow export business to Vietnam & Japan with a clear focus on existing Japan group companies & strong products. Your company has achieved 16% growth in export business during the year sustaining 38% growth achieved last year!

Further Your Company continues striving hard with a clear focus on the businesses with industries like Glass, Automobile, Steel, Auto parts, Wood, Furniture and construction industry. At the same time, your Company is increasing product basket to existing customers from above industries to optimize efforts/opportunity available and improve net realization.

Your company maintained clear focus on last year launched Industrial ceramic products catering to cement & coal power industry & Precision tubes to cater to auto & auto ancillary.

Delivering persistent results year-on-year has been the hallmark for your company in Thailand & team steadfastness to repeat the same in the coming year as well!

Further, your Company is embarking on building and nurturing, business partners and customers to build this business with a long term prospective. At the same time, continue to explore opportunities to extrapolate/extend our business/product sales to other ASEAN countries as well.

Further, working towards becoming a proffered Supplier, attaining the leadership position in field of grinding solutions!

Your Company also participated in one exhibitions in Thailand with a clear focus on improving brand image, building customer trust & increasing market reach. Your Company

WENDT GRINDING TECHNOLOGIES LIMITED

also developed local advertising materials & further conducted technical seminars with identified customers & channel partners and organized sales meets to build product awareness, customer trust & brand image.

Your Company has also identified projects for future expansion as well. Company would make further survey necessary along with feasibility study to finalize during the next financial year to keep up the growth path.

During the year, your Company revalidated "ISO9001-2008" certificate valid till 2015 with strong recommendation from "TUV NORD"

HUMAN RESOURCE -:

Your Company focused on its Employee motivation & Total involvement, through series of training programs and brain storming sessions. This was done to build a cohesive, lean and effective team. Multi skilling of employees was promoted and encouraged to enhance individual as well as organizational value. Company continues to focus on recruit personnel with relevant adequate talent & positive attitude and focus on developing required skills with proper job orientation&on job training program.

During the year Company have maintained modest strength of 11 employees and plans to increase strength marginally to meet next year business plan & future growth.

DIRECTORS -:

As per law and Company's Articles of Association one third of the Directors will retire by rotation at its Annual General Meeting. During the ninth Annual General Meeting Mr. Rajesh Khanna, retires by rotation and being eligible offers himself for re-appointment.

AUDITORS -:

Mr. Varanon Trathong was appointed as our Auditor of the Company and shall retire at the conclusion of the Annual General Meeting. Since he is being eligible for appointment, he offers himself for reappointment.

ACKNOWLEDGMENT -:

The Board of Directors record their appreciation for the excellent work done by the WGTL team and for the co-operation and guidance extended by Wendt India Ltd and it's Associates and group Companies. The Board of Directors also thanks the Government Departments, IEAT, United Overseas Bank (formerly Bank of Asia) M/s Deloitte Touche Tohmatsu Jaiyos Co., Ltd, Customers, Suppliers and Employees for the Continued Support and Co-operation.

Bangkok

16th April 2015



RAJESH KHANNA

AUTHORISED DIRECTOR

INDEPENDENT AUDITOR'S REPORT

To Shareholders of WENDT GRINDING TECHNOLOGIES LIMITED

I have audited the accompanying financial statements of WENDT GRINDING TECHNOLOGIES LIMITED, which comprise the statement of financial position as at March 31, 2015, and the statement of income and statement of changes in shareholders' equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities (NPAEs) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Standards on Auditing. Those standards require that I 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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of WENDT GRINDING TECHNOLOGIES LIMITED as at March 31, 2015, and its financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities (NPAEs).



(Varanon Trathong)

Certified Public Accountant (Thailand)

Registration No. 6886

April 16, 2015

Bangkok

WENDT GRINDING TECHNOLOGIES LIMITED

STATEMENTS OF FINANCIAL POSITION

AS AT MARCH 31, 2015 AND 2014

	<u>Note</u>	2015	2014	2015	2014
		Baht	Baht	Rs.	Rs.
SHAREHOLDERS' EQUITY AND LIABILITIES					
SHAREHOLDERS' EQUITY					
Share capital	2	25,750,000.00	25,750,000.00	50,083,750.00	50,083,750.00
Reserve and surplus	3	35,827,723.42	50,415,601.42	69,684,922.05	98,058,344.76
Total shareholders' equity		<u>61,577,723.42</u>	<u>76,165,601.42</u>	<u>119,768,672.05</u>	<u>148,142,094.76</u>
LIABILITIES					
Current liabilities					
Trade payables	4	12,569,925.89	17,379,545.86	24,448,505.86	33,803,216.70
Other current liabilities	5	2,362,897.94	1,054,212.60	4,595,836.49	2,050,443.51
Short-term provisions	6	1,321,028.52	859,478.23	2,569,400.47	1,671,685.16
Total current liabilities		<u>16,253,852.35</u>	<u>19,293,236.69</u>	<u>31,613,742.82</u>	<u>37,525,345.36</u>
Total liabilities		<u>16,253,852.35</u>	<u>19,293,236.69</u>	<u>31,613,742.82</u>	<u>37,525,345.36</u>
Total liabilities and shareholders' equity		<u>77,831,575.77</u>	<u>95,458,838.11</u>	<u>151,382,414.87</u>	<u>185,667,440.12</u>

Significant accounting policies 1

Additional information to financial statements 23

See accompanying notes forming part of the financial statements

Bangkok, Thailand

April 16, 2015

The India Rupee equivalent to the figures given in foreign currency have been converted at 1 Bhat = INR 1.945

WENDT GRINDING TECHNOLOGIES LIMITED

STATEMENTS OF FINANCIAL POSITION

AS AT MARCH 31, 2015 AND 2014

	<u>Note</u>	2015	2014	2015	2014
		Baht	Baht	Rs.	Rs.
ASSETS					
Non - current assets					
Fixed assets					
Tangible assets	7	16,835,039.46	17,335,120.47	32,744,151.75	33,716,809.31
Intangible assets	8	1.00	1,638.44	1.95	3,186.77
Other non current asset	9	100,000.00	100,000.00	194,500.00	194,500.00
Total non - current assets		16,935,040.46	17,436,758.91	32,938,653.69	33,914,496.08
Current assets					
Current investments	10	33,088,003.59	32,530,397.22	64,356,166.98	63,271,622.59
Inventories	11	10,432,734.99	12,018,083.91	20,291,669.56	23,375,173.20
Trade receivables	12	7,412,207.94	5,622,057.65	14,416,744.44	10,934,902.13
Cash and cash equivalents	13	9,500,257.63	27,259,556.97	18,478,001.09	53,019,838.31
Short term loans and advances	14	427,310.65	362,622.89	831,119.21	705,301.52
Other current assets	15	36,020.51	229,360.56	70,059.89	446,106.29
Total current assets		60,896,535.31	78,022,079.20	118,443,761.18	151,752,944.04
Total assets		77,831,575.77	95,458,838.11	151,382,414.87	185,667,440.12
Significant accounting policies					
	1				
Additional information to financial statements					
	23				
See accompanying notes forming part of the financial statements					

Bangkok, Thailand

April 16, 2015

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WENDT GRINDING TECHNOLOGIES LIMITED

STATEMENT OF INCOME

FOR THE YEARS ENDED MARCH 31, 2015 AND 2014

	<u>Note</u>	2015 Baht	2014 Baht	2015 Rs.	2014 Rs.
REVENUES					
Revenue from operations	16	85,788,268.90	72,892,266.10	166,858,183.01	141,775,457.56
Other income	17	981,504.64	817,213.12	1,909,026.52	1,589,479.52
Total revenues		86,769,773.54	73,709,479.22	168,767,209.54	143,364,937.08
EXPENSES					
Purchase of stock in trade and supplies	18	55,999,291.46	49,548,038.66	108,918,621.89	96,370,935.19
Changes in stock in trade and supplies	19	2,123,536.87	(5,400,310.21)	4,130,279.21 -	10,503,603.36
Employee benefit expenses	20	7,852,712.40	7,583,456.39	15,273,525.62	14,749,822.68
Finance costs	21	132,672.71	130,931.43	258,048.42	254,661.63
Depreciation and amortization	7&8	1,807,504.92	1,887,416.29	3,515,597.07	3,671,024.68
Other expenses	22	4,914,047.28	5,744,799.95	9,557,821.96	11,173,635.90
Total expenses		72,829,765.64	59,494,332.51	141,653,894.17	115,716,476.73
Profit before income tax expense		13,940,007.90	14,215,146.71	27,113,315.37	27,648,460.35
Current income tax expense		2,819,926.90	2,883,015.07	5,484,757.82	5,607,464.31
Net profit for the year		11,120,081.00	11,332,131.64	21,628,557.55	22,040,996.04
		-	212,050.64 -	1,832,317.80	
Basic earnings per share		1.08	1.10	2.10	2.14
(Face value Baht 10 each)					

Significant accounting policies 1

Additional information to financial statements 23

See accompanying notes forming part of the financial statements

Bangkok, Thailand

April 16, 2015

The India Rupee equivalent to the figures given in foreign currency have been converted at 1 Bhat = INR 1.945

WENDT GRINDING TECHNOLOGIES LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEARS ENDED MARCH 31, 2015 AND 2014

	2015	2014	2015	2014
	Baht	Baht	Rs.	Rs.
Cash flows from operating activities				
Net profit	11,120,081.00	11,332,131.64	21,628,557.55	22,040,996.04
Adjustment to reconcile net profit to net cash provided by (used in) operating activities				
Depreciation and amortization	1,807,504.92	1,887,416.29	3,515,597.07	3,671,024.68
Bad debt	-	26,266.36	0.00	51,088.07
Provision for diminution in value of inventory	-	164,533.52	0.00	320,017.70
(Gain) loss on sale of tangible assets	-	0.00	0.00	0.00
Unrealized exchange loss (gain)	5,832.12	(6,694.07)	11,343.47	(13,019.97)
Net profit from operating before changes of operating assets and liabilities	12,933,418.04	13,403,653.74	25,155,498.09	26,070,106.52
Operating assets (increase) decrease				
Inventories	1,585,348.92	(6,981,646.93)	3,083,503.65	(13,579,303.28)
Trade receivables	(1,790,759.91)	333,042.46	(3,483,028.02)	647,767.58
Short term loans and advances	(64,687.76)	(26,179.99)	(125,817.69)	(50,920.08)
Other current assets	193,340.05	(942.87)	376,046.40	(1,833.88)
Operating liabilities increase (decrease)				
Trade accounts payable	(4,814,842.47)	9,357,407.26	(9,364,868.60)	18,200,157.12
Other current liabilities	1,308,685.34	(237,236.52)	2,545,392.99	(461,425.03)
Short term provision	461,550.29	(891,361.64)	897,715.31	(1,733,698.39)
Net cash provided by operating activities	9,812,052.50	14,956,735.51	19,084,442.11	29,090,850.57
Cash flows from investing activities				
Invest in current investment	(557,606.37)	(10,626,779.80)	(1,084,544.39)	(20,669,086.71)
Purchase of tangible assets	(1,305,787.47)	(2,260,197.77)	(2,539,756.63)	(4,396,084.66)
Sales of tangible assets	1.00	0.00	1.95	0.00
Net cash used in investing activities	(1,863,392.84)	(12,886,977.57)	(3,624,299.07)	(25,065,171.37)
Cash flows from financing activities				
Dividend payment	(25,707,959.00)	(12,865,485.30)	(50,001,980.26)	(25,023,368.91)
Net cash provided by financing activities	(25,707,959.00)	(12,865,485.30)	(50,001,980.26)	(25,023,368.91)
Net increase (decrease) in cash and cash equivalent	(17,759,299.34)	(10,795,727.36)	(34,541,837.22)	(20,997,689.72)
Cash and cash equivalent at the beginning of the period	27,259,556.97	38,055,284.33	53,019,838.31	74,017,528.02
Cash and cash equivalent at the ended of the period	9,500,257.63	27,259,556.97	18,478,001.09	53,019,838.31
Cash paid during the period				
Income tax	2,358,376.61	3,774,376.71		
Significant accounting policies	Note 1			
Additional information to financial statements	Note 23			

The India Rupee equivalent to the figures given in foreign currency have been converted at 1 Bhat = INR 1.945

See accompanying notes forming part of the financial statements

WENDT GRINDING TECHNOLOGIES LIMITED

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2015 AND 2014

	2015 Baht	2014 Baht	2015 Rs.	2014 Rs.
NOTE 2 SHARE CAPITAL				
Authorised :				
10,300,000 ordinary shares of Baht 10 each	103,000,000.00	103,000,000.00	200,335,000.00	200,335,000.00
Issued :				
25% of 10,300,000 ordinary shares of Baht 10 each	25,750,000.00	25,750,000.00	50,083,750.00	50,083,750.00
Paid up :				
25% of 10,300,000 ordinary shares of Baht 10 each	25,750,000.00	25,750,000.00	50,083,750.00	50,083,750.00
Total	25,750,000.00	25,750,000.00	50,083,750.00	50,083,750.00
Reconcile No. of share outstanding at the beginning and the ended of year				
No. of share outstanding at the beginning of the year	10,300,000.00	10,300,000.00	20,033,500.00	20,033,500.00
Add additional shares issued during the year	-	-	-	-
Less : Shares forfeited / bought back during the year	-	-	-	-
No. of share outstanding at the ended of the year	10,300,000.00	10,300,000.00	20,033,500.00	20,033,500.00
NOTE 3 RESERVE AND SURPLUS				
Legal reserve				
As per last balance sheets	3,065,957.36	1,300,000.00	5,963,287.07	2,528,500.00
Add : transfer from profit & loss account	7,234,042.64	1,765,957.36	14,070,212.93	3,434,787.07
	10,300,000.00	3,065,957.36	20,033,500.00	5,963,287.07
Surplus				
As per last balance sheets	47,349,644.06	50,648,955.08	92,095,057.70	98,512,217.63
Add : transfer from profit & loss account	11,120,081.00	11,332,131.64	21,628,557.55	22,040,996.04
Less : appropriation				
Proposed dividend	(25,707,959.00)	(12,865,485.30)	(50,001,980.26)	(25,023,368.91)
Transfer to reserve	(7,234,042.64)	(1,765,957.36)	(14,070,212.93)	(3,434,787.07)
Total	35,827,723.42	50,415,601.42	69,684,922.05	98,058,344.76
NOTE 4 TRADE PAYABLES				
Trade payables - related companies	11,422,350.62	16,056,961.10	22,216,471.96	31,230,789.34
Trade payables - other companies	1,147,575.27	1,322,584.76	2,232,033.90	2,572,427.36
Total	12,569,925.89	17,379,545.86	24,448,505.86	33,803,216.70
Amount of unpaid (over credit term 30/45/70 days)	271,039.31	2,202,646.62	527,171.46	4,284,147.68
NOTE 5 OTHER CURRENT LIABILITIES				
Withholding payable	1,366,438.88	88,995.37	2,657,723.62	173,095.99
Other accrued expenses including bonus	967,444.06	931,102.73	1,881,678.70	1,810,994.81
Output VAT suspense	29,015.00	34,114.50	56,434.18	66,352.70
Total	2,362,897.94	1,054,212.60	4,595,836.49	2,050,443.51
NOTE 6 SHORT-TERM PROVISION				
Current income tax	1,321,028.52	859,478.23	2,569,400.47	1,671,685.16
Total	1,321,028.52	859,478.23	2,569,400.47	1,671,685.16

The India Rupee equivalent to the figures given in foreign currency have been converted at 1 Bhat = INR 1.945

WENDT GRINDING TECHNOLOGIES LIMITED

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2015 AND 2014

NOTE 7 FIXED ASSETS - TANGIBLE

In Baht

	Cost				Depreciation / Amortization				Net	
	As at	Addition	Deductions	As at	As at	Addition	Deductions	As at	As at	As at
	Mar 31, 2014	during the year	during the year	Mar 31, 2015	Mar 31, 2014	during the year	during the year	Mar 31, 2015	Mar 31, 2015	Mar 31, 2014
TANGIBLE ASSETS										
Land	5,341,850.00	-	-	5,341,850.00	-	-	-	-	5,341,850.00	5,341,850.00
Building and improvement	15,379,500.00	273,734.00	-	15,653,234.00	6,355,677.39	827,742.28	-	7,183,419.67	8,469,814.33	9,023,822.61
Machine	8,259,856.92	-	-	8,259,856.92	7,408,578.67	332,155.99	-	7,740,734.66	519,122.26	851,278.25
Office equipment	2,005,800.02	334,060.47	-	2,339,860.49	1,380,932.57	260,274.43	-	1,641,207.00	698,653.49	624,867.45
Tools	241,169.92	38,993.00	-	280,162.92	241,160.92	3,578.57	-	244,739.49	35,423.43	9.00
Vehicle	3,875,253.08	659,000.00	609,000.00	3,925,253.08	2,381,959.92	382,116.21	608,999.00	2,155,077.13	1,770,175.95	1,493,293.16
Total	35,103,429.94	1,305,787.47	609,000.00	35,800,217.41	17,768,309.47	1,805,867.48	608,999.00	18,965,177.95	16,835,039.46	17,335,120.47
Previous year	32,843,232.17	2,260,197.77	-	35,103,429.94	15,888,946.44	1,879,363.03	-	17,768,309.47	17,335,120.47	16,954,285.73

NOTE 8 FIXED ASSETS - INTANGIBLE

	Cost				Depreciation / Amortization				Net	
	As at	Addition	Deductions	As at	As at	Addition	Deductions	As at	As at	As at
	Mar 31, 2014	during the year	during the year	Mar 31, 2015	Mar 31, 2014	during the year	during the year	Mar 31, 2015	Mar 31, 2015	Mar 31, 2014
INTANGIBLE ASSETS										
Computer software	159,655.00	-	-	159,655.00	158,016.56	1,637.44	-	159,654.00	1.00	1,638.44
Total	159,655.00	-	-	159,655.00	158,016.56	1,637.44	-	159,654.00	1.00	1,638.44
Previous year	159,655.00	-	-	159,655.00	149,963.30	8,053.26	-	158,016.56	1,638.44	32,122.52

DEPRECIATION AND AMORTIZATION

	2015	2014
On fixed assets (Tangible assets) refer to Note 7	1,805,867.48	1,879,363.03
On fixed assets (Intangible assets) refer to Note 8	1,637.44	8,053.26
Total	1,807,504.92	1,887,416.29

The India Rupee equivalent to the figures given in foreign currency have been converted at 1 Bhat = INR 1.853

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2015 AND 2014

NOTE 7 FIXED ASSETS - TANGIBLE

In Rupees

	Cost				Depreciation / Amortization				Net	
	As at	Addition	Deductions	As at	As at	Addition	Deductions	As at	As at	
	Mar 31, 2014	during the year	during the year	Mar 31, 2015	Mar 31, 2014	during the year	during the year	Mar 31, 2015	Mar 31, 2015	Mar 31, 2014
TANGIBLE ASSETS										
Land	10,389,898.25	-	-	10,389,898.25	-	-	-	-	10,389,898.25	10,389,898.25
Building and improvement	29,913,127.50	532,412.63	-	30,445,540.13	12,361,792.52	1,609,958.73	-	13,971,751.26	16,473,788.87	17,551,334.98
Machine	16,065,421.71	-	-	16,065,421.71	14,409,685.51	646,043.40	-	15,055,728.91	1,009,692.80	1,655,736.20
Office equipment	3,901,281.04	649,747.61	-	4,551,028.65	2,685,913.85	506,233.77	-	3,192,147.62	1,358,881.04	1,215,367.19
Tools	469,075.49	75,841.39	-	544,916.88	469,057.99	6,960.32	-	476,018.31	68,898.57	17.51
Vehicle	7,537,367.24	1,281,755.00	1,184,505.00	7,634,617.24	4,632,912.04	743,216.03	1,184,503.06	4,191,625.02	3,442,992.22	2,904,455.20
Total	68,276,171.23	2,539,756.63	1,184,505.00	69,631,422.86	34,559,361.92	3,512,412.25	1,184,503.06	36,887,271.11	32,744,151.75	33,716,809.31
Previous year	63,880,086.57	4,396,084.66	-	68,276,171.23	30,904,000.83	3,655,361.09	-	34,559,361.92	33,716,809.31	32,976,085.74

NOTE 8 FIXED ASSETS - INTANGIBLE

	Cost				Depreciation / Amortization				Net	
	As at	Addition	Deductions	As at	As at	Addition	Deductions	As at	As at	
	Mar 31, 2014	during the year	during the year	Mar 31, 2015	Mar 31, 2014	during the year	during the year	Mar 31, 2015	Mar 31, 2015	Mar 31, 2014
INTANGIBLE ASSETS										
Computer software	310,528.98	-	-	310,528.98	307,342.21	3,184.82	-	310,527.03	1.95	3,186.77
Total	310,528.98	-	-	310,528.98	307,342.21	3,184.82	-	310,527.03	1.95	3,186.77
Previous year	310,528.98	-	-	310,528.98	291,678.62	15,663.59	-	307,342.21	3,186.77	62,478.30

DEPRECIATION AND AMORTIZATION

	2015	2014
On fixed assets (Tangible assets) refer to Note 7	3,512,412.25	3,655,361.09
On fixed assets (Intangible assets) refer to Note 8	3,184.82	15,663.59
Total	3,515,597.07	3,671,024.68

The India Rupee equivalent to the figures given in foreign currency have been converted at 1 Bhat = INR 1.945

WENDT GRINDING TECHNOLOGIES LIMITED

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2015 AND 2014

NOTE 9 OTHER NON CURRENT ASSETS

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Deposit with more than 12 months maturity	100,000.00	100,000.00	194,500.00	194,500.00
Total	100,000.00	100,000.00	194,500.00	194,500.00

NOTE 10 CURRENT INVESTMENTS

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Investments in funds	33,088,003.59	32,530,397.22	64,356,166.98	63,271,622.59
Total	33,088,003.59	32,530,397.22	64,356,166.98	63,271,622.59

NOTE 11 INVENTORIES

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
(At lower of cost and net realisable value)				
Stock in trade	5,872,475.35	7,865,671.67	11,421,964.56	15,298,731.40
Goods in transit for stock in trade	4,374,369.46	3,836,181.51	8,508,148.60	7,461,373.04
Supplies	350,423.70	480,764.25	681,574.10	935,086.47
Less : Provision for diminution in value of inventory	(164,533.52)	(164,533.52)	(320,017.70)	(320,017.70)
Total	10,432,734.99	12,018,083.91	20,291,669.56	23,375,173.20

NOTE 12 TRADE RECEIVABLES

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Trade receivables due for a period exceeding 6 months (from the date they were due for payment)				
Considered Good	65,612.36	96,966.95	127,616.04	188,600.72
Considered Doubtful	-	26,266.36	-	51,088.07
Other trade receivables				
Considered Good	7,346,595.58	5,525,090.70	14,289,128.40	10,746,301.41
Considered Doubtful	-	-	-	-
Less : Provision for doubtful trade receivable	-	(26,266.36)	0.00	(51,088.07)
Total	7,412,207.94	5,622,057.65	14,416,744.44	10,934,902.13

The India Rupee equivalent to the figures given in foreign currency have been converted at 1 Bhat = INR 1.945

WENDT GRINDING TECHNOLOGIES LIMITED

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2015 AND 2014

NOTE 13 CASH AND CASH EQUIVALENTS

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Cash on hand	9,283.62	17,836.35	18,056.64	34,691.70
Deposits in transit	-	111,619.54	-	217,100.01
Cash with bank - margin money	9,490,974.01	27,130,101.08	18,459,944.45	52,768,046.60
Total	9,500,257.63	27,259,556.97	18,478,001.09	53,019,838.31

NOTE 14 SHORT TERM LOANS AND ADVANCES

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Advances to related person - considered good	170,676.00	203,718.00	331,964.82	396,231.51
Prepaid expenses	211,062.65	114,332.89	410,516.85	222,377.47
Other advances - considered good	45,572.00	44,572.00	88,637.54	86,692.54
	427,310.65	362,622.89	831,119.21	705,301.52

NOTE 15 OTHER CURRENT ASSETS

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Revenue Department receivable	20,540.91	212,698.45	39,952.07	413,698.49
Unrealized Input VAT	15,479.60	16,662.11	30,107.82	32,407.80
	36,020.51	229,360.56	70,059.89	446,106.29

The India Rupee equivalent to the figures given in foreign currency have been converted at 1 Bhat = INR 1.945

WENDT GRINDING TECHNOLOGIES LIMITED

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED MARCH 31, 2015 AND 2014

NOTE 16 REVENUE FROM OPERATIONS

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Sale of products	80,805,218.90	60,492,947.10	157,166,150.76	117,658,782.11
Sale of services	4,983,050.00	12,399,319.00	9,692,032.25	24,116,675.46
Total	85,788,268.90	72,892,266.10	166,858,183.01	141,775,457.56

NOTE 17 OTHER INCOME

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Interest on bank and other deposits	657,767.37	813,368.18	1,279,357.53	1,582,001.11
Net gain on foreign currency transaction and translation	160,278.86	-	311,742.38	-
Net gain on sale of tangible assets	149,531.71	-	290,839.18	-
Scrap sales	2,149.54	3,844.94	4,180.86	7,478.41
Others	11,777.16	-	22,906.58	-
Total	981,504.64	817,213.12	1,909,026.52	1,589,479.52

NOTE 18 PURCHASE OF STOCK IN TRADE AND SUPPLIES

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Imported				
Stock in trade	55,337,696.91	48,038,622.82	107,631,820.49	93,435,121.38
Supplies	255,324.90	1,420,909.24	496,606.93	2,763,668.47
Indigenously obtained				
Stock in trade	406,269.65	-	790,194.47	-
Supplies	-	88,506.60	-	172,145.34
	55,999,291.46	49,548,038.66	108,918,621.89	96,370,935.19

The India Rupee equivalent to the figures given in foreign currency have been converted at 1 Bhat = INR 1.945

WENDT GRINDING TECHNOLOGIES LIMITED

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED MARCH 31, 2015 AND 2014

NOTE 19 CHANGES IN STOCK IN TRADE AND SUPPLIES

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Opening stock :				
Stock in trade	7,865,671.67	2,498,943.08	15,298,731.40	4,860,444.29
Supplies	480,764.25	447,182.63	935,086.47	869,770.22
	<u>8,346,435.92</u>	<u>2,946,125.71</u>	<u>16,233,817.86</u>	<u>5,730,214.51</u>
Closing stock :				
Stock in trade	5,872,475.35	7,865,671.67	11,421,964.56	15,298,731.40
Supplies	350,423.70	480,764.25	681,574.10	935,086.47
	<u>6,222,899.05</u>	<u>8,346,435.92</u>	<u>12,103,538.65</u>	<u>16,233,817.86</u>
Total	<u>2,123,536.87</u>	<u>(5,400,310.21)</u>	<u>4,130,279.21</u>	<u>(10,503,603.36)</u>

NOTE 20 EMPLOYEE BENEFIT EXPENSES

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Salary and allowance	6,256,919.35	6,162,101.31	12,169,708.14	11,985,287.05
Bonus	677,964.00	619,023.18	1,318,639.98	1,204,000.09
Staff welfare expenses	823,520.05	722,861.90	1,601,746.50	1,405,966.40
Contribution to Social Security Fund	94,309.00	79,470.00	183,431.01	154,569.15
Total	<u>7,852,712.40</u>	<u>7,583,456.39</u>	<u>15,273,525.62</u>	<u>14,749,822.68</u>

NOTE 21 FINANCE COSTS

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Interest expense	-	-	-	-
Bank charge	132,672.71	130,931.43	258,048.42	254,661.63
Total	<u>132,672.71</u>	<u>130,931.43</u>	<u>258,048.42</u>	<u>254,661.63</u>

NOTE 22 OTHER EXPENSES

	2015	2014	2015	2014
	<i>Baht</i>	<i>Baht</i>	<i>Rs.</i>	<i>Rs.</i>
Repair and maintenance :				
Building	100,583.50	54,603.00	195,634.91	106,202.84
Vehicle	86,711.54	112,112.11	168,653.95	218,058.05
Office equipment	11,038.79	37,363.00	21,470.45	72,671.04
Machine	8,340.00	18,430.00	16,221.30	35,846.35
Tools	6,260.00	12,360.00	12,175.70	24,040.20
Electricity	125,104.12	154,952.49	243,327.51	301,382.59
Management fee	1,286,824.03	1,093,939.41	2,502,872.74	2,127,712.15
Travel and conveyance	675,656.66	799,931.73	1,314,152.20	1,555,867.21
Freight outward	485,715.61	456,631.86	944,716.86	888,148.97
Adverting promotion and commission	122,379.92	305,299.62	238,028.94	593,807.76
Auditor's remuneration	150,500.00	150,500.00	292,722.50	292,722.50
Security expenses	463,656.00	463,656.00	901,810.92	901,810.92
Communication expenses	201,260.28	193,516.58	391,451.24	376,389.75
Insurance	106,156.44	81,248.34	206,474.28	158,028.02
Provision for doubtful trade receivables	-	26,266.36	-	51,088.07
Provision for diminution in value of inventory	-	164,533.52	-	320,017.70
Loss on foreign currency transaction and translations	-	368,936.65	-	717,581.78
Miscellaneous expenses	1,083,860.39	1,250,519.28	2,108,108.46	2,432,260.00
Total	<u>4,914,047.28</u>	<u>5,744,799.95</u>	<u>9,557,821.96</u>	<u>11,173,635.90</u>

The India Rupee equivalent to the figures given in foreign currency have been converted at 1 Bhat = INR 1.945

WENDT GRINDING TECHNOLOGIES LIMITED

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED MARCH 31, 2015 AND 2014

In Baht

NOTE 23 ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS

1) EARNINGS IN FOREIGN EXCHANGE

	2015	2014
FOB value of exports	15,562,353.67	13,501,942.28
Total	15,562,353.67	13,501,942.28

2) EXPENDITURE IN FOREIGN CURRENCIES

	2015	2014
Management fee	1,286,824.03	1,093,939.41
Commission expenses	10,138.53	211,969.13
Total	1,296,962.56	1,305,908.54

3) BASIC EARNINGS PER SHARE

A) The amount used as the numerator in calculating basic earnings per share

is the net profit after tax for the year disclosed in Income Statement

11,120,081.00 11,332,131.64

B) The number of share (shares)

10,300,000.00 10,300,000.00

C) Earnings per share

1.08 1.10

4) TRANSACTION WITH RELATED PARTY

A) Related party transactions :

Name of related party	Description Of relationship	Nature of Transaction	Amount of transaction (Baht)	Amt.outstanding at end of year 2015	
				Dr.	Cr.
Wendt India Limited	Parent company	Accrued exps	1,286,824.03	-	1,286,824.03
Wendt India Limited	Parent company	Purchase	8,662,714.22	8,662,714.22	-
Wendt India Limited	Parent company	Management fee	1,286,824.03	1,286,824.03	-
Carborundum Universal Limited	Related company	Purchase	25,663,024.03	25,663,024.03	-
Tube Investment of India Ltd.	Related company	Purchase	11,371,638.90	11,371,638.90	-
Carborundum Universal - Ceramic	Related company	Purchase	3,702,250.33	3,702,250.33	-
Wendt Boart SA	Related company	Purchase	535,549.57	535,549.57	-
Carborundum Universal - Kerala	Related company	Purchase	3,683,313.20	3,683,313.20	-

Name of related party	Description Of relationship	Nature of Transaction	Amount of transaction (Baht)	Amt.outstanding at end of year 2014	
				Dr.	Cr.
Wendt India Limited	Parent company	Accrued exps	1,093,939.41	-	1,093,939.41
Wendt India Limited	Parent company	Purchase	9,198,326.55	9,198,326.55	-
Wendt India Limited	Parent company	Management fee	1,093,939.41	1,093,939.41	-
Carborundum Universal Limited	Parent company	Purchase	22,427,816.43	22,427,816.43	-
Tube Investment of India Ltd.	Related company	Purchase	9,281,334.13	9,281,334.13	-
Carborundum Universal - Ceramic	Related company	Purchase	4,703,043.87	4,703,043.87	-
Wendt Boart SA	Related company	Purchase	1,040,340.52	1,040,340.52	-
Wendt GMBH	Related company	Purchase	257,602.25	257,602.25	-

WENDT GRINDING TECHNOLOGIES LIMITED

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED MARCH 31, 2015 AND 2014

		In Baht
		In Rs.

NOTE 23 ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS

1) EARNINGS IN FOREIGN EXCHANGE

	2015	2014
FOB value of exports	30,268,777.89	26,261,277.73
Total	30,268,777.89	26,261,277.73

2) EXPENDITURE IN FOREIGN CURRENCIES

	2015	2014
Management fee	2,502,872.74	2,127,712.15
Commission expenses	19,719.44	412,279.96
Total	2,522,592.18	2,539,992.11

3) BASIC EARNINGS PER SHARE

A) The amount used as the numerator in calculating basic earnings per share

is the net profit after tax for the year disclosed in Income Statement

21,628,557.55 22,040,996.04

B) The number of share (shares)

10,300,000.00 10,300,000.00

C) Earnings per share

2.10 2.14

4) TRANSACTION WITH RELATED PARTY

A) Related party transactions :

Name of related party	Description	Nature of	Amount of	Amt.outstanding at end of year 2015	
	Of relationship	Transaction	transaction (Rs)	Dr.	Cr.
Wendt India Limited	Parent company	Accrued exps	2,502,872.74	-	2,502,872.74
Wendt India Limited	Parent company	Purchase	16,848,979.16	16,848,979.16	-
Wendt India Limited	Parent company	Management fee	2,502,872.74	2,502,872.74	-
Carborundum Universal Limited	Related company	Purchase	49,914,581.74	49,914,581.74	-
Tube Investment of India Ltd.	Related company	Purchase	22,117,837.66	22,117,837.66	-
Carborundum Universal - Ceramic	Related company	Purchase	7,200,876.89	7,200,876.89	-
Wendt Boart SA	Related company	Purchase	1,041,643.91	1,041,643.91	-
Carborundum Universal - Kerala	Related company	Purchase	7,164,044.17	7,164,044.17	-

Name of related party	Description	Nature of	Amount of	Amt.outstanding at end of year 2014	
	Of relationship	Transaction	transaction (Rs)	Dr.	Cr.
Wendt India Limited	Parent company	Accrued exps	2,127,712.15	-	2,127,712.15
Wendt India Limited	Parent company	Purchase	17,890,745.14	17,890,745.14	-
Wendt India Limited	Parent company	Management fee	2,127,712.15	2,127,712.15	-
Carborundum Universal Limited	Parent company	Purchase	43,622,102.96	43,622,102.96	-
Tube Investment of India Ltd.	Related company	Purchase	18,052,194.88	18,052,194.88	-
Carborundum Universal - Ceramic	Related company	Purchase	9,147,420.33	9,147,420.33	-
Wendt Boart SA	Related company	Purchase	2,023,462.31	2,023,462.31	-
Wendt GMBH	Related company	Purchase	501,036.38	501,036.38	-

The India Rupee equivalent to the figures given in foreign currency have been converted at 1 Bhat = INR 1.945