

INDEPENDENT AUDITORS' REPORT
To The Members of Galaxy Chemicals Inc.
Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of Galaxy Chemicals Inc. ("the Company"), which comprise the Balance Sheet as at 31st March, 2019, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Ind AS financial statements").

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the preparation of these Ind AS financial statements, for inclusion in the consolidated financial statements of Galaxy Surfactants Limited Group, that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Indian Companies Act, 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records, safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit.

In conducting our audit, we have taken into account the provisions of the accounting and auditing standards applicable in India.

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI). Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

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

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2019, and its loss, total comprehensive incomes, its cash flows and the changes in equity for the year ended on that date.

Other Reporting Requirements

We further report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Ind AS financial statements.
- b) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the Ind AS financial statements.

Restriction in Use

This report is provided to you solely for the information and for the purposes of preparation of Consolidated Financial Statements of the Galaxy Surfactants Limited Group for the year ended March 31, 2018. It should not be distributed to any other third party without our written consent.

For S. V. PINGE & Co.
Chartered Accountants
(Firm's Registration No. 122667W)



A handwritten signature in blue ink that reads "S. V. Pinge".

S. V. Pinge
Proprietor
(Membership No. 44276)

Place: Navi Mumbai
Date: 20th May, 2019

Galaxy Chemicals Inc.

Balance Sheet as at 31st March, 2019 and 31st March, 2018

Particulars	Note	31st March 2019	31st March 2018
		USD	
I. ASSETS			
NON-CURRENT ASSETS			
(a) Property, Plant and Equipment	2	-	-
		-	-
CURRENT ASSETS			
(a) Financial Assets			
(i) Cash and Cash Equivalents	3	39,953	46,056
		39,953	46,056
Total Assets		39,953	46,056
II. EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	4A	120	120
(b) Other Equity	4B	30,583	36,686
		30,703	36,806
LIABILITIES			
NON-CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Trade Payables	5	-	-
(ii) Other Financial Liabilities	6	-	-
		-	-
CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Trade Payables	5	9,250	9,250
(ii) Other Financial Liabilities	6	-	-
		9,250	9,250
Total Equity and Liabilities		39,953	46,056

The accompanying notes 1 to 11 are an integral part of the Financial Statements
In terms of our report attached.

For S. V. PINGE & Co.

Chartered Accountants

Firm Registration No. 122667W

S. V. Pinge

S. V. Pinge

Proprietor

Membership No. 44276



Place : Navi Mumbai

Date : 20th May, 2019

For and on behalf of the Board

J. Shekhar
J. Shekhar
Director

G. Ramakrishnan
G. Ramakrishnan
Director

Galaxy Chemicals Inc.

Statement of Profit and Loss for the year ended 31st March, 2019 and 31st March, 2018

Particulars	Note	Year Ended 31	Year Ended 31
		March, 2019	March, 2018
USD			
INCOME			
Other Income	7	-	110,562
Total Income		-	110,562
EXPENSES			
Other expenses	8	6,103	5,503
Total Expenses		6,103	5,503
Profit before tax		(6,103)	105,059
Tax Expense			
Current Tax	9	-	-
Deferred Tax	9	-	-
Profit for the year		(6,103)	105,059
Other Comprehensive Income			
A. (i) Items that will not be reclassified to profit or loss		-	-
B. (i) Items that will be reclassified to profit or loss		-	-
Total other comprehensive income		-	-
Total comprehensive income for the period		(6,103)	105,059
Earnings per equity share :			
(Face value \$ 0.01 per share)			
Basic	10	(0.51)	8.75
Diluted	10	(0.51)	8.75

The accompanying notes 1 to 11 are an integral part of the Financial Statements

In terms of our report attached.

For S. V. PINGE & Co.

Chartered Accountants

Firm Registration No. 122667W



S. V. Pinge

Proprietor

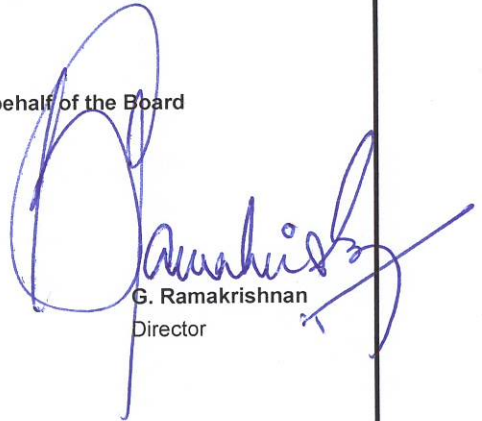
Membership No. 44276



For and on behalf of the Board



U. Shekhar
Director



G. Ramakrishnan
Director

Place : Navi Mumbai

Date : 20th May, 2019

Galaxy Chemicals Inc.

Cash Flow Statement for the year ended 31st March, 2019 and 31st March 2018

Particulars	USD	
	2018-2019	2017-2018
CASH FLOW FROM OPERATING ACTIVITIES :		
Profit After Tax	(6,103)	105,059
Operating Profit before Working Capital changes	(6,103)	105,059
Changes in :		
Increase in trade payables & Other Liabilities	-	(105,812)
	-	(105,812)
Cash generated from operations	(6,103)	(753)
Income Taxes Paid	-	-
NET CASH FROM OPERATING ACTIVITIES	(6,103)	(753)
NET CASH FROM INVESTING ACTIVITIES	-	-
NET CASH FROM FINANCING ACTIVITIES	-	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(6,103)	(753)
OPENING CASH AND CASH EQUIVALENTS	46,056	46,809
CLOSING CASH AND CASH EQUIVALENTS	39,953	46,056

The above cash flow statement has been prepared under the "Indirect method" as set out in Accounting Standard (INDAS) 7 - Statement of Cash flow.

The accompanying notes 1 to 11 are an integral part of the Financial Statements

In terms of our report attached.

For S. V. PINGE & Co.

Chartered Accountants

Firm Registration No. 122667W



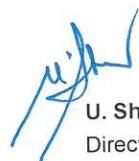
S. V. Pinge

Proprietor

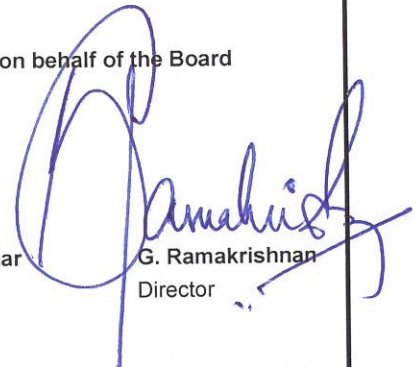
Membership No. 44276



For and on behalf of the Board



U. Shekhar
Director



G. Ramakrishnan
Director

Place : Navi Mumbai

Date : 20th May, 2019

Galaxy Chemicals Inc.

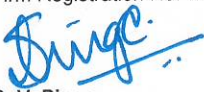
Statement of Changes in Equity for the year ended 31st March, 2019

A) Equity Share Capital		USD	
Particulars	31st MARCH 2019	31st MARCH 2018	
Issued and Subscribed :			
Balance as at the beginning of the year	120	120	
Balance as at the end of the year	120	120	

B) Other Equity		USD	
Particulars	Securities Premium Account	Retained Earnings	Total
As at 1st April 2017	99,900	(168,273)	(68,373)
Profit / (Loss) for the period		105,059	105,059
Other Comprehensive Income / (Loss)		-	-
Total Comprehensive Income for the year	-	105,059	105,059
As at 31st March 2018	99,900	(63,214)	36,686
Profit / (Loss) for the period		(6,103)	(6,103)
Other Comprehensive Income / (Loss)		-	-
Total Comprehensive Income for the year	-	(6,103)	(6,103)
As at 31st March 2019	99,900	(69,317)	30,583

The accompanying notes 1 to 11 are an integral part of the Financial Statements
In terms of our report attached.

For S. V. PINGE & Co.
Chartered Accountants
Firm Registration No. 122667W


S. V. Pinge
Proprietor
Membership No. 44276



Place : Navi Mumbai
Date : 20th May, 2019

For and on behalf of the Board


U. Shekhar
Director


G. Ramakrishnan
Director

GALAXY CHEMICALS INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2019

1 A. Corporate Information

Galaxy Chemicals Inc was incorporated on April 24th, 2003 in the State of New Jersey, United States of America and is a wholly owned subsidiary of Galaxy Surfactants Limited. The Company is engaged in the business of liasoning and marketing of chemicals for home and personal care industry.

B. Accounting policies adopted in preparation of financial statements:

i. Basis of Preparation of financial statements

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules 2015 as amended and notified under Section 133 of the Companies Act, 2013 (the 'Act') and other relevant provisions of the Act. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

The financial statements are reported in United States Dollars (USD) which is the functional currency of the Company as that is the primary economic environment in which the entity operates. The presentation currency for these financial statements is also United States Dollars (USD).

ii. Revenue Recognition:

Revenue /income and cost/expenditure are generally accounted on accrual basis as they are earned or incurred, except in case of significant uncertainties.

iii. Property, Plant and Equipment:

Property, Plant and equipment are stated at cost of acquisition less accumulated depreciation and impairment losses, if any.

iv. Depreciation on Fixed Assets:

Depreciation is provided on straight line basis at the following rates which is based on useful life of assets

Computers - 33.33%

Office Equipment - 33.33%



Galaxy Chemicals Inc.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2019

2 Property, Plant and Equipment

Particulars	USD		
	Computers	Office Equipment	Total
(I) Cost			
Balance as at 1st April 2017	4,232	2,507	6,739
Additions during the year	-	-	-
Balance as at 31st March 2018	4,232	2,507	6,739
Additions during the year	-	-	-
Balance as at 31st March 2019	4,232	2,507	6,739
(II) Accumulated depreciation			
Balance as at 1st April 2017	4,232	2,507	6,739
Depreciation expense for the year	-	-	-
Balance as at 31st March 2018	4,232	2,507	6,739
Depreciation expense for the year	-	-	-
Balance as at 31st March 2019	4,232	2,507	6,739
Carrying amount(I-II)			
Balance as at 31st March 2018	-	-	-
Balance as at 31st March 2019	-	-	-



Galaxy Chemicals Inc.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2019

USD

Particulars	USD	
	As at 31 March 2019	As at 31 March 2018
Cash and cash equivalents		
Balances with banks		
- On Current Accounts	39,953	46,056
Total Cash and cash equivalent	39,953	46,056

Particulars	USD	
	As at 31 March 2019	As at 31 March 2018
Equity Share Capital		
Authorised:		
12,000 Equity Shares of \$ 0.01 each	120	120
	120	120
Issued and Subscribed :		
12,000 Equity Shares of \$ 0.01 each, fully paid-up. (Previous Year : 12,000 Shares)	120	120
	120	120

A. Reconciliation of number of Ordinary (Equity) Shares and amount outstanding :

Particulars	As at 31 March 2019		As at 31 March 2018	
	No. of Shares	USD	No. of Shares	USD
Issued and Subscribed :				
Balance as at the beginning of the year	12,000	120	12,000	120
Balance as at the end of the year	12,000	120	12,000	120

B. Terms/Rights attached to Equity Shares

The Company has only one class of equity shares having a par value of USD 0.01 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by

C. During the period of five years immediately preceding the reporting date:

- (i) The Company has not issued any shares pursuant to contract(s) without payment being received in cash.
- (ii) The Company has not allotted any shares as fully paid up by way of bonus shares.
- (iii) The Company has not bought back any shares.

D. Details of Ordinary (Equity) Shares held by shareholders holding more than 5% of the aggregate shares in the

Name of the Shareholder	As at 31 March 2019		As at 31 March 2018	
	Number of Shares	% Shareholding	Number of Shares	% Shareholding
Galaxy Surfactants Ltd	12,000	100	12,000	100

As per the records of the Company, including its register of shareholders/members and other declarations received from the shareholders regarding the beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

E Details of shares held by Holding Company:

Name of shareholder	As at 31 March 2019		31st March 2018	
	Number of Shares	% of Holding	Number of Shares	% of Holding
Galaxy Surfactants Ltd	12,000	100	12,000	100

Particulars	USD	
	As at 31 March 2019	As at 31 March 2018
Other Equity		
Securities Premium Account	99,900	99,900
Retained Earnings	(69,317)	(63,214)
Total	30,583	36,686

Particulars	USD			
	As at 31 March 2019		As at 31 March 2018	
	Current	Non Current	Current	Non Current
(Carried at amortised Cost)				
Trade payable - Other than micro and small enterprises	9,250	-	9,250	-
Total Trade payables	9,250	-	9,250	-

Particulars	USD			
	As at 31 March 2019		As at 31 March 2018	
	Current	Non Current	Current	Non Current
(Carried at amortised Cost)				
Other liabilities	-	-	-	-
Total other Non-Current financial liabilities	-	-	-	-



Galaxy Chemicals Inc.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2019

7 Other income USD

Particulars	Year Ended 31 March, 2019	Year Ended 31 March, 2018
(a) <u>Other Non - Operating Income</u> Liabilities no longer required written back	-	110,562
Total Other Income	-	110,562

8 Other Expenses USD

Particulars	Year Ended 31 March, 2019	Year Ended 31 March, 2018
Rates and taxes	500	750
Legal and professional fees	5,600	4,750
Miscellaneous expenses	3	3
Total Other Expenses	6,103	5,503

9 Income Tax recognised in profit or loss USD

Particulars	Year Ended 31 March, 2019	Year Ended 31 March, 2018
Current Tax: In respect of current year	-	-
Deferred Tax: In respect of current year origination and reversal of temporary differences	-	-
Total income tax expense	-	-

10 Earning Per Share (EPS) USD

Particulars	Year Ended 31 March, 2019	Year Ended 31 March, 2018
Profit for the year	(6,103)	105,059
Profit for the year for diluted EPS	(6,103)	105,059
Weighted average number of Ordinary (Equity) Shares used in computing basic EPS	12,000	12,000
Effect of potential Ordinary (Equity) Shares on employee stock options.	-	-
Weighted average number of Ordinary (Equity) Shares used in computing diluted EPS.	12,000	12,000
Basic Earnings per share	(0.51)	8.75
Diluted Earnings per share	(0.51)	8.75
(Face value \$ 0.01 per share)		



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Galaxy Chemicals Inc.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2019

11 Related Party Disclosures :

(a) Related parties where control exists :

Sl. No.	Name of the Company	Relationship
1	Galaxy Surfactants Limited, India	Holding Company
2	Galaxy Holdings (Mauritius) Ltd., Mauritius	Fellow Subsidiary
3	Rainbow Holdings GmbH, Germany	Fellow Subsidiary
4	Galaxy Chemicals (Egypt) SAE, Egypt	Fellow Subsidiary
5	Tri-K Industries, Inc., USA	Fellow Subsidiary

The Company has not entered into any transaction with any related party during the year.

