

CF (Netherlands) Holdings Limited B.V.
Amsterdam

Annual Report
(For the year ended 31st March 2024)

Address of the Company	:	Overtoom 141, 1054HG Amsterdam, The Netherlands
Chamber of Commerce	:	Amsterdam
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Balance Sheet as at 31st March 2024
(Before proposed result appropriation)

	<u>Notes</u>	<u>31-Mar-2024</u> EUR	<u>31-Mar-2023</u> EUR
Fixed assets			
Financial fixed assets			
Participation interest in subsidiaries	1	33,162,545	31,401,722
		<u>33,162,545</u>	<u>31,401,722</u>
Current assets			
Inventories	2	2,354,454	1,629,986
Accounts receivables	3	1,058,539	100,695
Other receivables	4	147,960	790,411
Cash and cash equivalents	5	1,188,172	514,941
		<u>4,749,125</u>	<u>3,036,033</u>
Total current assets		4,749,125	3,036,033
Short-term liabilities	6	2,616,324	518,093
Balance of current assets less short-term liabilities		2,132,801	2,517,940
Balance of assets less short-term liabilities		<u>35,295,346</u>	<u>33,919,662</u>
Shareholders' equity			
Share capital	7	31,364,150	31,364,150
Currency translation reserve		1,669,783	2,174,326
Retained earnings		381,186	(540,462)
Result for the year		1,880,227	921,648
		<u>35,295,346</u>	<u>33,919,662</u>
Total shareholders' equity		<u>35,295,346</u>	<u>33,919,662</u>

Profit and Loss account for the year ended 31st March 2024

	<u>Notes</u>	<u>2023/2024</u> EUR	<u>2022/2023</u> EUR
Revenue	8	4,724,998	12,303,963
Cost of goods	9	(4,736,287)	(11,271,127)
Gross operating result		(11,289)	1,032,836
Employment costs	10	(96,525)	(80,584)
General and administrative expenses	11	(273,226)	(150,361)
Total operating expenses		(369,751)	(230,945)
Total operating result		(381,040)	801,891
Financial income/(cost)	12	(4,100)	(2,166)
Result before taxation		(385,140)	799,725
Corporate income tax	13	-	(170,934)
Result after taxation		(385,140)	628,791
Share in result of participations	14	2,265,367	292,857
Net result for the year		1,880,227	921,648

General

The Company, CF (Netherlands) Holdings Ltd. B.V. is a private limited liability company and was incorporated on 2nd June 2009. It has statutory seat in Amsterdam and registered office at Overtoom 141, 1054HG Amsterdam, The Netherlands.

The Company is wholly owned by Cosmo First Limited (formerly known as "Cosmo Films Limited"), India.

The most important activities of the Company

The principal business activities of the Company is to produce and sell thermal laminating films, to sell, install and maintain thermal laminating machines, to sell biaxially oriented poly propylene films, to participate in, to co-operate with, to finance, to administer, to manage or to take interest in any other form in other companies and/or enterprises in the Netherlands as well as abroad.

Financial year

The financial year of the Company starts on 1st April and ends on 31st March of the immediate following year.

Disclosure of estimates

The preparation of the financial statements requires management to make estimates and assumptions that influence the application of principles and the reported values of assets and liabilities and of income and expenditure.

The actual results may differ from these estimates. The estimates and the underlying assumptions are constantly assessed. Revisions of estimates are recognised in the period in which the estimate is revised and in future periods for which the revision has consequences.

The exemption of consolidation

The financial statements of the Company are not consolidated with those of its wholly owned subsidiaries as a result of the Article 408 exemption. The consolidated annual accounts of Cosmo Films Limited having its statutory seat in India, in which the annual accounts of the Company together with its wholly owned subsidiaries are included, will be filed with the Chamber of Commerce in Amsterdam, the Netherlands.

Principles for the valuation of assets and liabilities

Accounting policies

The annual accounts have been prepared in accordance with accounting principles generally accepted in the Netherlands (Title 9, Book 2 of the Dutch Civil Code), as published by the Dutch Accounting Standards Board ('Raad voor de Jaarverslaggeving').

Assets and liabilities are generally valued at historical cost, production cost or at fair value at the time of acquisition. If no specific valuation principle has been stated, valuation is at historical cost.

Conversion of amounts denominated in foreign currency

Items included in the financial statements of the Company are valued with due regard for the currency in the economic environment in which the corporation carries out most of its activities (the functional currency), The financial statements are denominated in Euro; this is both the functional currency and presentation currency of the Company.

All monetary assets and liabilities denominated in foreign currencies have been converted into Euro at the rate of exchange prevailing at the balance sheet date, whereas non-monetary assets denominated in foreign currencies, are translated at historical rate when the transaction took place. All transactions in foreign currency made during the year under review are accounted for at the official rate of exchange prevailing on or around the date of the transaction took place. The exchange differences are reflected in the financial result.

USD 1 = EUR 0.92498 (last year: EUR 0.91954)

Financial assets

Where significant influence is exercised, participations in non-consolidated group companies are valued under the net asset value method, but not lower than nil value.

Participating interests in which no significant influence can be exerted are stated at acquisition price or, if necessary, at a lower market value.

Amounts receivable included under the other financial fixed assets are stated at face value net of any provisions deemed necessary. Other financial fixed assets, including securities, which are held with the object of a long-term relationship for the furtherance of the Company's activities are stated at the lower of acquisition cost and market value.

Inventories

Inventory is valued at lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the cost of completion and selling expenses.

Accounts receivable

Trade debtors are shown at face value less a provision for doubtful debts when appropriate.

Receivables

Receivables are recognized initially at fair value and subsequently measured at amortized cost. When a receivable is considered uncollectible, it is written off against the allowance account for receivables. If payment of the receivable is postponed under an extended payment deadline, fair value is measured on the basis of the discounted value of the expected revenues. Interest gains are recognised using the effective interest method.

Cash and cash equivalents

Cash and cash equivalents includes cash in hand, bank balances, remittance in transit and deposits. Cash and cash equivalents are stated at nominal value.

Shareholders' equity

Financial instruments that are designated as equity instruments by virtue of the economic reality are presented under shareholders' equity. Payments (for which the Company is not specifically obliged in pursuant to any contract) to holders of these instruments are deducted from the shareholders' equity as a part of the profit distribution.

The Company's ordinary shares are classified as equity instruments.

Financial instruments that are designated as a financial liability by virtue of the economic reality are presented under liabilities. Interest, dividends, income and expenditure with respect to these financial instruments are recognized in the profit and loss as financial income or expense.

Accounts payable

All accounts payable are stated at nominal value and are expected to be paid within one year after the balance sheet date.

Current liabilities

The current liabilities concern the liabilities with a duration of shorter than one year. These liabilities are valued at nominal value unless stated otherwise.

Related party transactions

An entity is considered as a related party if any of the following conditions prevail:

- The financial and operating activities are controlled by the Company or are controlled by the same party, which includes common control, joint control or significant influence.
- The entity and the reporting entity are members of the same Group (which means that each parent, subsidiary and fellow subsidiary is related to the others).

Transaction with related parties were made on terms equivalent to those that prevail in arm's length transaction.

Principles for the determination of the result

The result is determined as the difference between the value of the goods delivered and the costs and other charges related to the year. Profits on transactions are recognised in the year in which they are realised, losses are taken into account as soon as they are foreseeable.

Income and expenses denominated in foreign currencies are accounted for at the official rates of exchange prevailing on the date on which the transaction took place. Translation differences due to exchange rate fluctuations between the transaction date and the settlement date or balance sheet date are recognized in the profit and loss account.

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of the Company's activities. Revenue is shown net of value-added tax, rebates and discounts.

Tax on result is calculated by applying the current rate on the result for the financial year in the profit & loss account, taking into account tax losses carry-forward and tax exempt profit elements and after inclusion of non-deductible costs.

Provisions for taxation have been made in accordance with Dutch Corporate Income Tax Law.

				<u>31-Mar-2024</u>	<u>31-Mar-2023</u>
				EUR	EUR
1 Financial fixed assets					
<i>Participation interest in subsidiaries</i>					
Name	Legal seat	Valuation method	Owned		
Cosmo Films (Singapore) Pte. Ltd.	Singapore	NAV	100%	9,060	18,926
Cosmo Films Inc.	Illinois, USA	NAV	100%	26,195,664	23,397,264
Cosmo Films Japan G.K.	Tokyo, Japan	NAV	100%	4,835,685	4,912,249
Cosmo Films Korea Ltd.	Chungnam, Korea	NAV	100%	2,122,136	3,072,025
Cosmo Films Poland S z.o.o.	Warsaw, Poland	NAV	100%	-	1,258
				<u>33,162,545</u>	<u>31,401,722</u>
<u>Movements in the participations were as follows:</u>					
<u><i>Cosmo Films (Singapore) Pte. Ltd.</i></u>					
Balance as at 1 April				18,926	7,859
Investment during the year				-	20,520
Share in result				(9,706)	(10,098)
Foreign exchange result				(160)	645
Balance as at 31 March				<u>9,060</u>	<u>18,926</u>
In September 2022, the Company increased its shareholding in Cosmo Films (Singapore) Pte. Ltd. with SGD 30,000 (EUR 20,520).					
<u><i>Cosmo Films Inc.</i></u>					
Balance as at 1 April				23,397,264	20,601,579
Investment during the year				-	-
Share in result				2,651,552	2,473,068
Foreign exchange result				146,848	322,617
Balance as at 31 March				<u>26,195,664</u>	<u>23,397,264</u>
<u><i>Cosmo Films Japan G.K.</i></u>					
Balance as at 1 April				4,912,249	2,407,474
Investment during the year				-	4,240,707
Share in result				503,690	(810,290)
Dividend received				-	-
Prior period adjustments				(300)	(764,632)
Foreign exchange result				(579,954)	(161,010)
Balance as at 31 March				<u>4,835,685</u>	<u>4,912,249</u>
During the year 2022-23, the Company increased its shareholding in Cosmo Films Japan G.K. by JPY 150,000,000 (equivalent to EUR 1,067,447) and JPY 450,000,000 (equivalent to EUR 3,173,260) on 6 December 2022 and 14 March 2023 respectively.					
<u><i>Cosmo Films Korea Ltd.</i></u>					
Balance as at 1 April				3,072,025	3,826,452
Investment during the year				-	-
Share in result				(1,018,791)	(579,600)
Prior period adjustments				140,179	(2,114)
Foreign exchange result				(71,277)	(172,713)
Balance as at 31 March				<u>2,122,136</u>	<u>3,072,025</u>
<u><i>Cosmo Films Poland S z.o.o.</i></u>					
Balance as at 1 April				1,258	14,897
Investment during the year				-	-
Share in result				-	(13,477)
Addition/(Deletion) in provision				-	-
Foreign exchange result				-	(162)
Loss on liquidation				(1,258)	-
Balance as at 31 March				<u>-</u>	<u>1,258</u>

	31-Mar-2024	31-Mar-2023
	EUR	EUR
2 Inventories		
FG Inventory	813,563	1,629,986
Goods in transit	1,540,891	-
	<u>2,354,454</u>	<u>1,629,986</u>
3 Accounts receivables		
Trade debtors	<u>1,058,539</u>	<u>100,695</u>
4 Other receivables and prepayments		
Prepaid expenses	80	75
VAT receivable	147,880	-
Advance to supplier	-	790,336
	<u>147,960</u>	<u>790,411</u>
5 Cash and cash equivalents		
CurrencyCloud (EUR)	1,073,176	355,516
CurrencyCloud (USD)	93	92
ICICI_76333853 (USD)	65	64
ICICI_76333854 (EUR)	114,838	159,269
	<u>1,188,172</u>	<u>514,941</u>
6 Short-term liabilities		
Trade creditors	2,514,162	38,351
VAT payable	-	388,123
Corporate income tax payable	78,409	80,249
Other liabilities and accrued expenses	23,753	11,370
	<u>2,616,324</u>	<u>518,093</u>
<i><u>Trade creditors</u></i>		
Creditors	973,271	38,351
Other creditors	1,540,891	-
	<u>2,514,162</u>	<u>38,351</u>
<i><u>Other liabilities and accrued expenses</u></i>		
Accrued liabilities	20,378	5,797
Payable to employee	3,375	2,326
Advance from customer	-	3,247
	<u>23,753</u>	<u>11,370</u>

Notes to the Financial Statements (continued...)

(In Euro)

7 Shareholders' equity

Movements in equity were as follows:

	Share capital	Currency translation reserve	Retained earnings	Result	Total
Balance as at 1 April 2023	31,364,150	2,174,326	(540,462)	921,648	33,919,662
Movement during the year	-	(504,543)	-	-	(504,543)
Allocation of result	-	-	921,648	(921,648)	-
Result for the year	-	-	-	1,880,227	1,880,227
Balance as at 31 March 2024	31,364,150	1,669,783	381,186	1,880,227	35,295,346

Following an amendment of the Articles of Association on 21 December 2011, the Company has an authorized share capital of EUR 82,500,000. The share capital is divided in 8,250,000 shares with a nominal value of EUR 10 each. As at 31 March 2024, 3,136,415 shares were issued and fully paid-up (previous year: 3,136,415 shares).

Statutory provision on appropriation of result

Following the appropriation of result proposed by the Board of Directors and pursuant to article 27 of the Articles of Association, the profit for the financial year ended 31 March 2024 will be added to the undistributed result.

Notes to the Financial Statements (continued...)

	<u>2023/2024</u>	<u>2022/2023</u>
	EUR	EUR
8 Revenue		
Sale of Films	4,814,829	12,225,793
Quality claim	(209,831)	(41,989)
Other operating income	120,000	120,159
	<u>4,724,998</u>	<u>12,303,963</u>
 <i>Other operating income</i>		
Re-sale laminate machine	-	159
Marketing support fee	120,000	120,000
	<u>120,000</u>	<u>120,159</u>
<p>The Company provides marketing support in Europe and receives a marketing support fee amounting to EUR 120,000 on an annual basis.</p>		
9 Cost of sales		
Cost of goods	<u>(4,736,287)</u>	<u>(11,271,127)</u>
 <i>Cost of goods</i>		
Purchase	(4,829,941)	(11,057,026)
Cost of goods warehouse handling	(72,465)	(153,261)
Purchase price differences/claims	209,357	25,971
Transport cost	(43,238)	(86,811)
	<u>(4,736,287)</u>	<u>(11,271,127)</u>
10 Employment costs		
Salaries & wages	(80,250)	(65,440)
Social security & other contributions	(16,275)	(15,144)
	<u>(96,525)</u>	<u>(80,584)</u>
11 General and administrative expenses		
Management & Administration fees	(209,726)	(113,616)
Tax advisory fees	-	(244)
Commissions	-	(840)
Discount allowed	(13,113)	(15,112)
Fines & penalties	(4,766)	(14,893)
Business promotion expenses	(16,560)	-
Office rent	(901)	(901)
Telephone expenses	(2,105)	(1,905)
Balance written off	(10)	14,463
Travelling expenses	(15,423)	(15,928)
Other general expenses	(10,622)	(1,385)
	<u>(273,226)</u>	<u>(150,361)</u>
12 Financial income/(cost)		
Interest and bank charges	(3,989)	(7,607)
Foreign exchange differences	(111)	5,441
	<u>(4,100)</u>	<u>(2,166)</u>

Notes to the Financial Statements (continued...)

	<u>2023/2024</u>	<u>2022/2023</u>
	EUR	EUR
13 Corporate income tax		
Provision for CIT	-	(170,934)
	<u> </u>	<u> </u>
14 Share in result of participations		
Cosmo Films (Singapore) Pte. Ltd.	(9,706)	(10,098)
Cosmo Films Inc.	2,651,552	2,473,068
Cosmo Films Japan G.K.	503,390	(1,574,922)
Cosmo Films Korea Ltd.	(878,611)	(581,714)
Cosmo Films Poland S z.o.o.	-	(13,477)
Loss on liquidation-Cosmo Films Poland S.z.o.o.	(1,258)	-
	<u>2,265,367</u>	<u>292,857</u>

15 Directors

During the financial year, there were two directors (previous year: two). Mr. Selvam Balasundaram cease to be a director of the Company w.e.f. 01 August 2024 and Mr. Anil Vilas Gaikwad has been appointed as director of the Company w.e.f. 20 May 2024. Among the two directors, one director receives remuneration from the Company.

16 Average number of employees

During the financial year, the Company has 1 employee (Previous year: 1).

Signed on, 06 September 2024



Anil Kumar Jain
Director



Anil Vilas Gaikwad
Director

Auditor's report

Based on article 2:396 section 6 of the Dutch Civil Code, the Company is exempt from the obligation to have the annual accounts audited. Consequently, no audit has been requested and therefore no auditor's report is attached.