

Sabero Australia Pty Limited

Independent Audit Report to the members of Sabero Australia Pty Limited

Report on the Audit of the Financial Report

Opinion

We have audited the Financial Report of Sabero Australia Pty Limited (the Company), which comprises the Statement of Financial Position as at 31 March 2021, the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a Summary of Significant Accounting Policies, and the Directors' Declaration.

In our opinion, the accompanying Financial Report of the Company is in accordance with the *Corporations Act 2001*, including:

- (i) Giving a true and fair view of the Company's financial position as at 31 March 2021 and of its financial performance for the year ended; and
- (ii) Complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our Audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our Report. We are independent of the Company in accordance with the Auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our Audit of the Financial Report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the Independence Declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the Directors as at the time of this Auditor's Report.

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

Responsibilities of Directors for the Financial Report

The Directors of the Company are responsible for the preparation of the Financial Report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Financial Report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Financial Report.



Gary Williams, FCA RCA 4019
Partner
Rosenfeld Kant & Co
Suite 2401, Level 24, 101 Grafton Street, Bond Junction

Dated this 23rd Day of April 2021

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Sabero Australia Pty Ltd

I declare that, to the best of my knowledge and belief, during the year ended 31 March 2021, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the Audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the Audit.



Gary Williams FCA RCA 4019
Rosenfeld Kant and Co
Located in Bondi Junction, NSW
Dated this 23rd day of April 2021

Sabero Australia Pty Ltd

ABN 33 087 313 059

Financial Report for the Financial Year Ended 31 March 2021

DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 31 March 2021.

Directors

The names of the directors in office at any time during or since the end of the year are:

Mr Gary Peroy

Srikanthan Srinivasan

Jayashree Satagopan

Review of Operations

The loss of the company for the financial year after providing for income tax amounted to \$4,755.

A review of the operations of the company during the financial year and the results of those operations show no changes in market demand and competition.

Significant Changes in the State of Affairs

No significant changes in the company's state of affairs occurred during the financial year.

Principal Activities

The principal activities of the company during the financial year was as a representative in respect of the importation of agricultural chemicals into Australia.

No significant change in the nature of these activities occurred during the year.

Events Subsequent to the End of the Reporting Year

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

Likely Developments and Expected Results of Operations

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

Environmental Regulation

The Company's operations, as a representative of the parent entity with respect to the importation of chemicals into Australia by the parent entity, are required by the Agricultural and Veterinary Chemicals Act 1994 of the Commonwealth of Australia.

Dividends

No dividends were paid or declared since the start of the financial year.

Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

Indemnification of Officers

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.

Proceedings on Behalf of the Company

No person has applied for leave of a court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

Auditor's Independence Declaration

Sabero Australia Pty Ltd

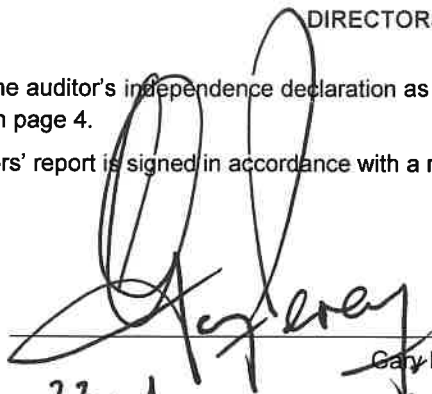
ABN 33 087 313 059

DIRECTORS' REPORT

A copy of the auditor's independence declaration as required under s 307C of the *Corporations Act 2001* is set out on page 4.

This directors' report is signed in accordance with a resolution of the Board of Directors:

Director



Gary Peroy

Dated this

23rd

day of

April

2021

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Sabero Australia Pty Ltd

I declare that, to the best of my knowledge and belief, during the year ended 31 March 2021, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the Audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the Audit.



Gary Williams FCA RCA 4019
Rosenfeld Kant and Co
Located in Bondi Junction, NSW
Dated this 23rd day of April 2021

Sabero Australia Pty Ltd**ABN 33 087 313 059****INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH 2021**

	Note	2021	2020
		\$	\$
Revenue		36,179	126,076
Other Income/Write off of liability		-	-
Interest Received		1	1
Accountancy fees - credit		-	-
Accountancy fees		(24,200)	(23,750)
Auditor's remuneration		(4,034)	(4,037)
Bank charges		(20)	(39)
Directors' fees		(3,250)	(3,250)
APVMA Fees		(3,922)	(43,145)
Consultancy Fees		(5,509)	(43,954)
Fines		-	-
Filing Fees		-	(596)
Profit (Loss) before income tax		(4,755)	7,306
Income tax expense	2	-	-
Profit (Loss) for the year		(4,755)	7,306
Profit (Loss) attributable to:			
Members of the parent entity		(4,755)	7,306

Sabero Australia Pty Ltd

ABN 33 087 313 059

The accompanying notes form part of these financial statements.

STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021	2020
		\$	\$
Profit (Loss) for the year		(4,755)	7,306
Other comprehensive income:			
Net loss on revaluation of land and buildings		-	-
Net gain on revaluation of financial assets		-	-
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income (loss) for the year		<u>(4,755)</u>	<u>7,306</u>
 Total comprehensive income (loss) attributable to:			
Members of the parent entity		<u>(4,755)</u>	<u>7,306</u>

The accompanying notes form part of these financial statements.

Sabero Australia Pty Ltd**ABN 33 087 313 059****STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021**

	Note	2021	2020
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	13,872	845
Trade and other receivables	4	839	19,495
Other current assets		-	-
TOTAL CURRENT ASSETS		14,710	20,341
NON-CURRENT ASSETS			
Investments	5	1,397	1,397
TOTAL NON-CURRENT ASSETS		1,397	1,397
TOTAL ASSETS		16,107	21,737
LIABILITIES			
CURRENT LIABILITIES			
Other payables	6	10,000	10,875
Borrowings		-	-
TOTAL CURRENT LIABILITIES		10,000	10,875
NON-CURRENT LIABILITIES			
Borrowings		-	-
TOTAL NON-CURRENT LIABILITIES		-	-
TOTAL LIABILITIES		10,000	10,875
NET ASSETS		6,107	10,862
EQUITY			
Issued capital	7	78,092	78,092
Reserves		-	-
Retained earnings		(71,985)	(67,230)
TOTAL		6,107	10,862

The accompanying notes form part of these financial statements.

Sabero Australia Pty Ltd**ABN 33 087 313 059****STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2021**

Note	Issued Capital (Ordinary Shares)	Retained Earnings / (Deficiency)	Total
	\$	\$	\$
Balance at 1 April 2019	78,092	(74,536)	3,556
Comprehensive income			
Profit (loss) for the year	-	7,306	7,306
Other comprehensive income for the year	-	-	-
Total comprehensive income (loss) for the year attributable to members of the entity	-	7,306	7,306
Issuance of additional equity	-	-	-
Balance at 31 March 2020	78,092	(67,230)	10,862
Comprehensive income			
Profit (loss) for the year	-	(4,755)	(4,755)
Other comprehensive income for the year	-	-	-
Total comprehensive income (loss) for the year attributable to members of the entity	-	(4,755)	(4,755)
Issuance of additional equity	-	-	-
Balance at 31 March 2021	78,092	(71,985)	6,107

The accompanying notes form part of these financial statements.

Sabero Australia Pty Ltd**ABN 33 087 313 059****STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2021**

	Note	2021 \$	2020 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		36,179	126,076
Payments to suppliers and employees		(23,153)	(127,816)
Dividends received		-	-
Interest received		1	1
Finance costs		-	-
Income tax paid		-	-
Net cash provided by (used in) operating activities	8	13,027	(1,739)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	-
Proceeds from sale of investments		-	-
Payment for property, plant and equipment		-	-
Payment for investments		-	-
Amounts from related parties – amounts granted/ acquitted		-	-
Net cash provided by (used in) investing activities		-	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuing shares		-	-
Repayment of borrowings		-	-
Dividends paid:		-	-
Net cash provided by (used in) financing activities		-	-
Net (decrease) increase in cash held		13,027	(1,739)
Cash at beginning of financial year		845	2,584
Cash at end of financial year	3	13,872	845

Sabero Australia Pty Ltd

ABN 33 087 313 059

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Sabero Australia Pty Ltd is a company limited by shares, incorporated and domiciled in Australia.

Basis of Preparation

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Corporations Act 2001*. The company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the *Corporations Act 2001* and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue on 08 May 2020 by the directors of the company.

Accounting Policies

a. Income Tax

The income tax expense (income) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to profit or loss is the tax payable on taxable income. Current tax liabilities (assets) are measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of profit or loss when the tax relates to items that are credited or charged directly to equity.

Except for business combinations, no deferred income tax is recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled and their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where: (a) a legally enforceable right of set-off exists; and (b) the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

b. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

c. Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

All dividends received shall be recognised as revenue when the right to receive the dividend has been established.

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at the end of the reporting period and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

Investment property revenue is recognised on a straight-line basis over the period of the lease term so as to reflect a constant periodic rate of return on the net investment.

All revenue is stated net of the amount of goods and services tax (GST).

d. Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the entity that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

e. Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Where the company has retrospectively applied an accounting policy, made a retrospective restatement or reclassified items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

f. Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

Key estimates

(i) Impairment – general

The company assesses impairment at the end of each reporting period by evaluating the conditions and events specific to the company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Sabero Australia Pty Ltd**ABN 33 087 313 059****NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021****NOTE 2: INCOME TAX EXPENSE**

	Note	2021	2020
		\$	\$
Income tax expense		-	-

NOTE 3: CASH AND CASH EQUIVALENTS

Cash on hand	-	-
Cash at bank	13,872	845
	<u>13,872</u>	<u>845</u>

Reconciliation of cash

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

Cash and cash equivalents	13,872	845
Bank overdrafts	-	-
	<u>13,872</u>	<u>845</u>

NOTE 4: TRADE AND OTHER RECEIVABLES

Other Debtors	-	12,000
GST Paid	839	7,495
	<u>839</u>	<u>19,495</u>

NOTE 5: INVESTMENTS

4,960 Shares in Sabero Argentina @cost	1,396	1,396
1 Share in Sabero Organics Mexico S.A de C.V. @cost	1	1
	<u>1,397</u>	<u>1,397</u>

NOTE 6: OTHER PAYABLES

Contribution received pending allotment of shares to Sabero Organics Gujarat Limited

Unpaid share units held in Sabero Argentina	-	-
Sundry payables and accrued expenses	10,000	4,000
Accrued Expense	-	6,875
	<u>10,000</u>	<u>10,875</u>

Sabero Australia Pty Ltd**ABN 33 087 313 059****NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

2021	2020
\$	\$

NOTE 7: ISSUED CAPITAL

a.	5,578 (2020: 5,578) fully paid ordinary shares	78,092	78,092
----	--	--------	--------

The company has authorised share capital amounting to ordinary shares of \$14 par value.

Ordinary shares participate in dividends and the proceeds on winding up of the company in proportion to the number of shares held.

At the shareholders' meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

NOTE 8: CASH FLOW INFORMATION**Reconciliation of Cash Flow from Operations with Profit after Income Tax**

Profit (Loss) after income tax	(4,755)	7,306
Changes in assets and liabilities:		
– decrease(increase) in receivables	18,656	(15,920)
– decrease in other assets	-	-
– increase (decrease) in payables	(875)	6,875
– increase in provisions	-	-
– increase/(decrease) in income tax payable	-	-
– (decrease)/increase in deferred taxes payable	-	-
– (increase)/decrease in deferred taxes receivable	-	-
Net cash provided by (used in) operating activities	13,027	(1,739)

NOTE 9: COMPANY DETAILS

The registered office of the company is:

Suite 2 Level 22
66 Goulburn Street
Sydney NSW 2000

The principal place of business is:

Suite 2 Level 22
66 Goulburn Street
Sydney NSW 2000

Sabero Australia Pty Ltd

ABN 33 087 313 059

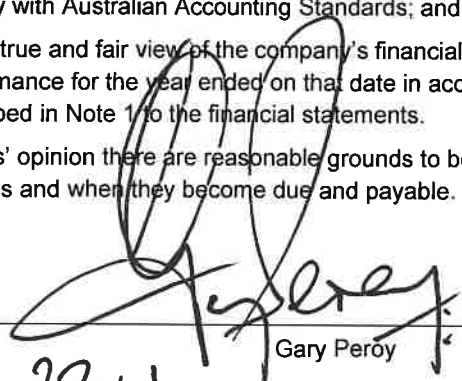
DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Sabero Australia Pty Ltd, the directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 5 to 13 in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards; and
 - b. give a true and fair view of the company's financial position as at 31 March 2021 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Director



Gary Peroy

Dated this

23rd day of April 2021

Sabero Australia Pty Limited

Independent Audit Report to the members of Sabero Australia Pty Limited

Report on the Audit of the Financial Report

Opinion

We have audited the Financial Report of Sabero Australia Pty Limited (the Company), which comprises the Statement of Financial Position as at 31 March 2021, the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a Summary of Significant Accounting Policies, and the Directors' Declaration.

In our opinion, the accompanying Financial Report of the Company is in accordance with the *Corporations Act 2001*, including:

- (i) Giving a true and fair view of the Company's financial position as at 31 March 2021 and of its financial performance for the year ended; and
- (ii) Complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our Audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our Report. We are independent of the Company in accordance with the Auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our Audit of the Financial Report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the Independence Declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the Directors as at the time of this Auditor's Report.

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

Responsibilities of Directors for the Financial Report

The Directors of the Company are responsible for the preparation of the Financial Report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Financial Report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Financial Report.



Gary Williams, FCA RCA 4019

Partner

Rosenfeld Kant & Co

Suite 2401, Level 24, 101 Grafton Street, Bond Junction

Dated this 23rd Day of April 2021