

**AELIUS SEMICONDUCTORS PTE. LTD.**  
(Company Registration No. 201509289W)

**DIRECTORS' STATEMENT AND FINANCIAL STATEMENTS  
PERIOD ENDED 31 MARCH 2016**

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**AELIUS SEMICONDUCTORS PTE. LTD.**  
(Company Registration No. 201509289W)

**DIRECTORS' STATEMENT**

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The directors are pleased to present their statement to the members together with the audited financial statements of Aelius Semiconductors Pte. Ltd. (the company) for the financial period from 8 April 2015 (Date of Incorporation) to 31 March 2016.

**1. OPINION OF THE DIRECTORS**

In the opinion of the directors,

- (i) the financial statements of the Company are properly drawn up in accordance with the provisions of the Singapore Companies Act, Cap. 50 (the "Act") and Singapore Financial Reporting Standard for Small Entities so as to give a true and fair view of the financial position of the Company as at 31 March 2016 and the financial performance, changes in equity and cash flows of the Company for the financial period ended on that date; and
- (ii) at the date of this statement there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

**2. DIRECTORS**

The directors of the company in office at the date of this report are:-

Bhumireddy Malla Reddy  
Buddharaju Lakshmi Narayana Raju  
Atim Kabra (Appointed on 1/4/2016)

**3. ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE BENEFITS BY MEANS OF THE ACQUISITION OF SHARES AND DEBENTURES**

Neither at the end of the financial period nor at any time during the financial period did there subsist any arrangement whose object is to enable the directors of the company to acquire benefits by means of the acquisitions of shares or debentures in the company or any other body corporate.

**4. DIRECTORS' INTEREST IN SHARES AND DEBENTURES**

None of the directors, who held office at the end of the financial period had, any interest in shares of the company and related corporations except as follows:

<u>Holding Company</u> <u>Astra Microwave Products Limited</u> <u>Name of Director</u>	<u>No. of Ordinary Shares</u>	
	<u>At 8.4.2015</u>	<u>At 31.3.2016</u>
Bhumireddy Malla Reddy	2,453,966	2,453,966
Vedula Sri Ramachandra Kirty (Deceased on 10/4/2016)	18,500	18,500

**AELIUS SEMICONDUCTORS PTE. LTD.**  
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**DIRECTORS' STATEMENT**

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**5. OPTIONS**

There were no options granted during the financial period to subscribe for unissued shares of the company.

No shares have been issued during the financial period by virtue of the exercise of options to take up unissued shares of the company.


There were no unissued shares of the company under option at the end of the financial period.

**6. AUDITORS**

Shafiq K & Co have expressed their willingness to accept reappointment as auditor.

On Behalf of Board of Directors

  
.....  
**BHUMIREDDY MALLA REDDY**  
DIRECTOR

  
.....  
**BUDDHARAJU LAKSHMI NARAYANA RAJU**  
DIRECTOR

Singapore, 25 April 2016

# SHAFIQ K & CO

(Registration No. S98PF0632D)  
PUBLIC ACCOUNTANTS AND CHARTERED ACCOUNTANTS  
141 MIDDLE ROAD, #06-07A GSM BUILDING, SINGAPORE 188976  
TEL: 6336 1025 FAX: 6336 0650 EMAIL: shafiq@shafiqkco.com

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AELIUS SEMICONDUCTORS PTE. LTD.**

(Company Registration No. 201509289W)

We have audited the accompanying financial statements of Aelius Semiconductors Pte. Ltd. (the 'Company'), which comprise the balance sheet as at 31 March 2016 and the statement of comprehensive income, statement of changes in equity and cash flow statement for the period then ended, and a summary of significant accounting policies and other explanatory notes.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act (the "Act") and Singapore Financial Reporting Standards For Small Entities, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition, that transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair profit and loss account and balance sheet and to maintain accountability of assets.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance 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.

# SHAFIQ K & CO

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## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AELIUS SEMICONDUCTORS PTE. LTD.**

(Company Registration No. 201509289W)

(Continued from Page 4)

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

### **Opinion**

In our opinion, the financial statements are properly drawn up in accordance with the provisions of the Singapore Companies Act, Cap. 50 (the "Act") and Singapore Financial Reporting Standard for Small Entities so as to give a true and fair view of the state of affairs of the Company as at 31 March 2016 and the results, changes in equity and cash flows of the Company for the period ended on that date.

### **Report on other Legal and Regulatory Requirements**

In our opinion, the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.



**SHAFIQ K & CO**  
Public Accountants and  
Chartered Accountants

Singapore, 25 April 2016

**AELIUS SEMICONDUCTORS PTE. LTD.**  
(Company Registration No. 201509289W)

**BALANCE SHEET AS AT 31 MARCH 2016**

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	<b>Note</b>	<b>-2016</b> S\$
<b>ASSETS</b>		
<b>Current assets</b>		
Bank balance		188,240
<b>Total assets</b>		<u>188,240</u>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Accruals		9,600
<b>Total liabilities</b>		<u>9,600</u>
<b>Net assets</b>		<u>178,640</u>
<b>EQUITY</b>		
Share capital	3	217,000
Loss		<u>(38,360)</u>
		<u>178,640</u>

The annexed notes form an integral part of these financial statements.

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**AELIUS SEMICONDUCTORS PTE. LTD.**  
(Company Registration No. 201509289W)

**STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD  
FROM 8 APRIL 2015 (DATE OF INCORPORATION) TO 31 MARCH 2016**

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	<b>8.4.2015 to 31.3.2016 S\$</b>
<b>Revenue</b>	<u>-</u>
Less: <b>Cost and expenses</b>	
Bank charges	1,075
Legal and professional fees	18,690
Salaries	18,000
Travelling expenses	595
	<u>38,360</u>
<b>Loss before tax</b>	(38,360)
<b>Tax expense</b>	-
<b>Net loss</b>	<u><u>(38,360)</u></u>

The annexed notes form an integral part of these financial statements.

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**AELIUS SEMICONDUCTORS PTE. LTD.**  
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**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD  
FROM 8 APRIL 2015 (DATE OF INCORPORATION) TO 31 MARCH 2016**

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	<b>8.4.2015 to 31.3.2016 S\$</b>
<b>Share capital</b>	
At date of incorporation	1,000
Issued	<u>216,000</u>
Balance at end	<u>217,000</u>
<b>Loss</b>	
Net loss	<u>(38,360)</u>
<b>Total</b>	<u><u>178,640</u></u>

The annexed notes form an integral part of these financial statements

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**AELIUS SEMICONDUCTORS PTE. LTD.**  
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**CASH FLOW STATEMENT FOR THE PERIOD FROM  
8 APRIL 2015 (DATE OF INCORPORATION) TO 31 MARCH 2016**

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	<b>8.4.2015 to 31.3.2016</b>
	S\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Loss before taxation	(38,360)
<b>Operating cash flow before working capital changes</b>	
Changes in working capital:	
Accruals	9,600
Cash generated from/(used in) operations	<u>(28,760)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Issue of shares	217,000
Net cash inflow in financing activities	<u>217,000</u>
<b>NET INCREASE IN BANK BALANCES</b>	188,240
<b>BANK BALANCE AT BEGINNING</b>	-
<b>BANK BALANCE AT END</b>	<u><u>188,240</u></u>

The annexed notes form an integral part of these financial statements.

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**NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2016**

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These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

**1) GENERAL**

The financial statements of AELIUS SEMICONDUCTORS PTE. LTD. for the financial period ended 31 March 2016 were authorised for issue in accordance with a resolution by written means of the directors on 25 April 2016.

The company is a private company limited by shares, domiciled and incorporated in Singapore. The address of the company's registered office is 141 Middle Road, #06-07A GSM Building, Singapore 188976.

The intended principal activities of the company are those of design and development of engineering products.

The company did not carry on any business activities during the financial period.

**2) SIGNIFICANT ACCOUNTING POLICIES**

**a) Basis of preparation**

These financial statements have been prepared in accordance with Singapore Financial Reporting Standard for Small Entities (SFRS). The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with SFRS requires management to exercise its judgement in the process of applying the Company's accounting policies. It also requires the use of certain critical accounting estimates and assumptions.

**b) Foreign currencies**

(i) Functional and presentation currency

Items included in the financial statements are measured using the currency that best reflects the economic substance of the underlying events and circumstances relevant to the Company. The financial statements are presented in Singapore dollars, which is the functional currency of the Company.

(ii) Transactions and balances

Transactions in foreign currencies are measured and recorded in Singapore dollars, using the exchange rate in effect at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated into Singapore dollars at rates of exchange approximating those ruling at the balance sheet date. All exchange adjustments are recognised in the income statement.

**NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2016**

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**c) Income tax**

Income tax for the financial year comprises current and deferred tax. Income tax is recognised in the income and expenditure statement except to the extent that it relates to items recognised directly in equity, in which such tax is recognised in equity.

Current taxation is provided based on the tax payable on the income for the financial year that is chargeable to tax.

Deferred income tax is provided, using the liability method, on all temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognised for all taxable temporary differences.

Deferred tax assets are recognised for all deductible temporary differences, carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences, carry forward of unused tax losses and tax credits can be utilised. The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted at the balance sheet date.

**d) Financial liabilities**

Financial liabilities are recognised on the balance sheet when, and only when, the company becomes a party to the contractual provisions of the financial instrument. Financial liabilities are initially recognised at fair value of consideration received less directly attributable transaction costs and subsequently measured at amortised cost using the effective interest rate method.

Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the amortisation process. The liabilities are derecognised when the obligation under the liability is discharged or cancelled or expired.

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**NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2016**

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**3) SHARE CAPITAL**

	<b>-2016</b>
	S\$
At incorporation - 100 shares	1,000
Issued during period - 21,600 shares	<u>216,000</u>
At the end - 21,700 ordinary shares	<u><u>217,000</u></u>

The holders of the ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions. The ordinary shares have no par value.

**4) HOLDING COMPANY**

The company's immediate and ultimate holding company is Astra Microwave Products Limited, a company incorporated in India with a 100% equity interest in the company.

**5) COMPARATIVE FIGURES**

There are no comparative figures as this is the first financial statement of the company.

