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# Annual Report 04.06.2019-31.12.2019

Ramagundam P/S  
CVR No 40 56 27 29

The Annual Report has been presented and adopted at the Annual General Meeting on May 28, 2020



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Chair of the meeting,  
Christian Andersen

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## Statement by Management and the Board of Directors on the Annual Report

Management and the Board of Directors have today considered and adopted the Annual Report for the period 4 June 2019 – 31 December 2019 of Ramagundam P/S.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

We consider the accounting policies applied appropriate, and the estimates made reasonable.

In our opinion the Financial Statements give a true and fair view of the financial position at December 31, 2019 of the Company and of the results of the Company operations for 2019.

In our opinion, Directors' Report includes a true and fair account of the issues it addresses as well as a description of the Company's most significant risks and elements of uncertainty.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Lyngby, May 28, 2020

### Management



Carsten Ulrich Andersen

### Board of Directors



Jens Bayer  
(Chairman)



Otto Vinther Christensen



Carsten Ulrich Andersen

## Independent Auditor's Report

To the Shareholders of Ramagundam P/S

### Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2019, and of the results of the Company's operations for the financial year 4 June 2019 - 31 December 2019 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Ramagundam P/S for the financial year 4 June 2019 - 31 December 2019, which comprise income statement, balance sheet, and notes, including a summary of significant accounting policies ("financial statements").

### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the financial statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read Management's

Review and, in doing so, consider whether Management's Review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in Management's Review.

### Management's Responsibilities for the Financial Statements

Management is responsible for the preparation of Financial Statements that give a true and fair view in accordance with the Danish Financial Statements Act, 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.

In preparing the financial statements, Management is 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 in preparing the financial statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 ISAs and the additional requirements applicable in Denmark 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 these financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material


uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Copenhagen, 28 May 2020

**PricewaterhouseCoopers**  
Statsautoriseret Revisionspartnerselskab  
CVR No. 33 77 12 31



Maj-Britt Nørskov Nannestad  
State Authorised Public Accountant  
mne 32198



Annika Søndergaard Nielsen  
State Authorised Public Accountant  
mne 45835

## **Directors' Report**

### **Main activities**

Ramagundam P/S was established on 4 June 2019.

The purpose of the Company is to hold shares in Ramagundam Fertilizers and Chemicals Ltd (RFCL), India.

Ramagundam P/S is jointly owned by HT Ramagundam A/S, Danish Agribusiness Fund I K/S and Investeringsfonden for Udviklingslande (IFU).

### **Results**

The net result for the financial year 2019 was a loss of DKK 366 thousand.

Equity as of 31 December was DKK 34 thousand. Management expects to restore the Company's registered capital through own future earnings. If it is not possible to restore through own future earnings, the Company will consider a capital increase.

### **COVID-19**

The COVID-19 virus pandemic could negatively impact the expected future result if it leads to prolonged lockdown in India.

## Accounting Policies

### Basis of preparation

The Annual Report of Ramagundam P/S has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

### Recognition and measurement

Income is recognized in the income statement as earned. All expenses are recognized in the income statement.

Assets are recognized in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognized in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Recognition and measurement take into account predictable losses and risks occurring before the presentation of the Annual Report which confirm or invalidate affairs and conditions existing at the balance sheet date.

### Translation of foreign currency

Transactions in foreign currencies are translated during the year at the exchange rates at the dates of transaction. Gains and losses arising due to differences between the rates at the transaction date and the rates at the dates of payment are recognized in financial income and expenses in the income statement.

Receivables and payables in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the

balance sheet date. Any differences between the exchange rates at the balance sheet date and the transaction date rates are recognized in financial income and expenses in the income statement.

## Income Statement

### Other external expenses

Other external expenses comprise expenses for external assistance etc.

### Financial income and expenses

Financial income and expenses comprise interest and realized and unrealized exchange adjustments.

## Balance Sheet

### Financial liabilities

Other debts are measured at amortized cost, mainly corresponding to nominal value.

## Income Statement of Ramagundam P/S

	<u>Note</u>	04.06.2019- 31.12.2019 <u>DKK 1,000</u>
Other external expenses		-365
<b>EBIT</b>		<b>-365</b>
Financial expenses		-1
<b>Net profit</b>		<b>-366</b>
<b>Proposed distribution of profit</b>		
Retained earnings		-366
		<b>-366</b>



## Balance Sheet of Ramagundam P/S

### Assets

	<u>Note</u>	<u>2019</u> DKK 1,000
Cash		<u>229</u>
Current assets		<u>229</u>
<b>Assets</b>		<u><b>229</b></u>

### Equity and liabilities

	<u>Note</u>	<u>2019</u> DKK 1,000
Registered capital		400
Retained earnings		-366
<b>Equity</b>		<u><b>34</b></u>
Payables to group enterprises		7
Other payables		188
<b>Current liabilities</b>		<u><b>195</b></u>
<b>Liabilities</b>		<u><b>195</b></u>
<b>Equity and liabilities</b>		<u><b>229</b></u>
Subsequent events	1	

## Statement of changes in equity of Ramagundam P/S

	Registered capital	Retained earnings	Total
	DKK 1,000	DKK 1,000	DKK 1,000
Foundation at June 4, 2019	400	0	400
Net profit/(loss) for the year	0	-366	-366
<b>Equity at December 31, 2019</b>	<b>400</b>	<b>-366</b>	<b>34</b>

## Notes to the financial statements of Ramagundam P/S

### 1 Subsequent events

No events materially affecting the Company's financial position at December 31, 2019 have occurred after the balance sheet date.

The implications of COVID-19 with many governments across the world deciding to "close down their countries" will have great impact on the global economy. Management considers the implications of COVID-19 a subsequent event occurred after the balance sheet date 31 December 2019, and therefore will not have any effect on the Financial Statements for 2019 (a non-adjusting event).