

**PT OORJA INDO
PETANGIS FOUR**

FINANCIAL STATEMENTS
AS OF MARCH 31, 2018
AND FOR THE YEAR THEN ENDED
WITH INDEPENDENT AUDITOR'S REPORT

PT OORJA INDO PETANGIS FOUR

FINANCIAL STATEMENTS

AS OF MARCH 31, 2018

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WITH INDEPENDENT AUDITORS' REPORT

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**DIRECTORS' STATEMENT
ON THE RESPONSIBILITY FOR THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2018
PT OORJA INDO PETANGIS FOUR**

I, the undersigned below, :

Name : Kennedy Perakash Nanik
Office Address : Menara Prima 15th floor, Units A and B, Jl Lingkar
Mega Kuningan Blok B6.2, kawasan Mega Kuningan,
East Kuningan, Setiabudi, Jakarta
Residential Address (in accordance with indentify card) : Jl.Untung Suropati RT 009, Desa Jone, Kec. Tanah
Grogot, Kab. Paser, Kalimantan Timur
Telephone No. :
Title : President Director

declare that :

1. We are responsible for the preparation and presentation of the Company's financial statements for the year ended March 31, 2018.
2. The Company's financial statements have been prepared and presented in accordance with generally accepted accounting principles applied in Indonesia.
3. All information has been fully and correctly disclosed in the Company's financial statements, and the Company's financial statements do not contain materially misleading information or facts, and do not conceal any information or facts
4. I am responsible for the Company's internal control system.

This statement has been made truthfully.

Jakarta, May 24, 2018



Kennedy Perakash Nanik
President Director

PT OORJA INDO PETANGIS FOUR

Kawasan Mega Kuningan Menara Prima, 15th Floor Unit A & B
Jl. Lingkar Mega Kuningan No. 6.2 Jakarta Selatan 12950, Indonesia
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PT OORJA INDO PETANGIS FOUR

STATEMENT OF FINANCIAL POSITION

As of March 31, 2018

(Expressed in United States dollar)

	<u>Notes</u>	<u>March 31,</u>	
		<u>2018</u>	<u>2017</u>
ASSETS			
CURRENT ASSET			
Cash in banks	2,4	<u>54,532</u>	<u>268</u>
NON-CURRENT ASSETS			
Investment in share of stocks - net	2,5	61	577,218
Tax amnesty asset			
Cost		346	346
Accumulated depreciation		<u>(346)</u>	<u>(346)</u>
TOTAL NON-CURRENT ASSETS		<u>61</u>	<u>577,218</u>
TOTAL ASSETS		<u>54,594</u>	<u>577,486</u>
EQUITY			
Capital stock - par value of US\$ 250 per share			
Authorized, subscribe and fully paid - 12,600 shares	6	3,150,000	3,150,000
Deficit		<u>(3,095,406)</u>	<u>(2,572,514)</u>
TOTAL EQUITY		<u>54,594</u>	<u>577,486</u>

The accompanying notes to the financial statements form an integral part of these financial statements taken as a whole.

PT OORJA INDO PETANGIS FOURSTATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME

For the year ended March 31, 2018

(Expressed in United States dollar)

	Notes	Year ended March 31,	
		2018	2017
REVENUE		-	-
COST OF REVENUE		-	-
GROSS PROFIT		-	-
Taxes expense		-	(7)
General and administrative expenses	2	(394)	(404)
Gain (loss) on foreign exchange - net		(1,798)	45
Loss on sale of investment in subsidiary		(232,281)	-
Loss on impairment of investment in share of stock		(288,579)	(1,337)
Other income - net		159	174
LOSS FROM OPERATIONS		<u>(522,892)</u>	<u>(1,528)</u>
Finance cost		-	-
LOSS BEFORE INCOME TAX EXPENSE		<u>(522,892)</u>	<u>(1,528)</u>
INCOME TAX EXPENSE			
Current	2	-	-
Deferred	2	-	-
LOSS FOR THE YEAR		<u>(522,892)</u>	<u>(1,528)</u>
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE LOSS FOR THE YEAR		<u><u>(522,892)</u></u>	<u><u>(1,528)</u></u>

The accompanying notes to the financial statements form an integral part of these financial statements taken as a whole.

PT OORJA INDO PETANGIS FOUR

STATEMENT OF CHANGES IN EQUITY

For the year ended March 31, 2018

(Expressed in United States dollar)

	Capital stock - issued and fully paid	Deficit	Total equity
Balance as of April 1, 2016	<u>550,000</u>	<u>(2,570,986)</u>	<u>(2,020,986)</u>
Paid in capital	2,600,000	-	2,600,000
Loss for the year	-	(1,528)	(1,528)
Other comprehensive income	<u>-</u>	<u>-</u>	<u>-</u>
Balance as of March 31, 2017	<u>3,150,000</u>	<u>(2,572,514)</u>	<u>577,486</u>
Loss for the year	-	(522,892)	(522,892)
Other comprehensive income	<u>-</u>	<u>-</u>	<u>-</u>
Balance as of March 31, 2017	<u>3,150,000</u>	<u>(3,095,406)</u>	<u>54,594</u>

The accompanying notes to the financial statements form an integral part of these financial statements taken as a whole.

PT OORJA INDO PETANGIS FOUR

STATEMENT OF CASH FLOWS

For the year ended March 31, 2018

(Expressed in United States dollar)

	Year ended December 31,	
	2018	2017
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before income tax expense	(522,892)	(1,528)
Adjustment to reconcile loss before income tax expense to net cash used in operating activities		
Loss on impairment of investment in share of stock	288,579	1,337
Loss on sale of investment in subsidiary	232,281	-
Depreciation of tax amnesty asset	-	346
Gain on recognition of tax amnesty asset	-	(346)
Accrued expenses	-	(106)
Taxes payable	-	(582)
Net cash used in operating activities	(2,032)	(879)
CASH FLOW FROM INVESTING ACTIVITY		
Proceeds from sale of investment in subsidiary	56,296	-
Net cash provided by investing activity	56,296	-
CASH FLOW FROM FINANCING ACTIVITY		
Decrease in due to related parties	-	(5,000)
Net cash used in financing activities	-	(5,000)
INCREASE (DECREASE) IN NET CASH IN BANK	54,264	(5,879)
CASH IN BANK AT BEGINNING OF YEAR	268	6,147
CASH IN BANK AT END OF YEAR	54,532	268

The accompanying notes to the financial statements form an integral part of these financial statements taken as a whole.

1. GENERAL

a. The Company's establishment

PT Oorja Indo Petangis Four ("the Company") was established based on notarial deed no. 02 of public notary Sri Irmianti, SH, dated September 14, 2007. The deed of establishment was approved by the Minister of Law and Human Rights of the Republic of Indonesia in decision letter no. C-04214 HT.01.01-TH.2007 dated November 23, 2007, and was published in State Gazette no.99 dated December 11, 2007, Supplement no. 12174.

The Company's articles of association have been amended several times, most recently by notarial deed no. 09 of public notary Saint Anderonikus, SH., M.KN, dated October 27, 2016 concerning the changes in the Company's authorized, subscribed and fully paid and stockholders. The changes have been reported to the Minister of Law and Human Rights of the Republic of Indonesia in acceptance letter no. AHU-0020363.AH.01.02.TAHUN 2016 dated November 1, 2016.

The Company commenced commercial operations since August 2008.

As of March 31, 2016, the Company had sold all of its fixed assets and all of its employees had been terminated. Therefore, since then the Company has no more business activity.

The Company is domiciled in Menara Prima, 15th floor, units A and B, Jalan Lingkar Mega Kuningan No. 62, Kawasan Mega Kuningan, East Kuningan, Setiabudi, Jakarta.

The Company belongs to a group of companies owned by Mercator Limited (the Group), a group listed in the National Stock Exchange and Bombay Stock Exchange, India.

b. The boards of commissioner and directors and employees

The composition of the Company's boards of commissioner and directors as of March 31, 2017 is as follows :

Board of commissioner

Commissioner : Kala Wili Dewi

Board of directors

President director : Jaysangker
Director : Suhaidi Zaini

As of March 31, 2018, the Company's boards of commissioner and director is inactive.

The Company's management is responsible for the preparation of the accompanying financial statements that were completed and authorized to be issued on May 24, 2018.

PT OORJA INDO PETANGIS FOUR

NOTES TO THE FINANCIAL STATEMENTS (continued)
 As of March 31, 2018 and for the year then ended
 (Expressed in United States dollar, unless otherwise stated)

c. The Company's subsidiary

As of March 31, 2017, the Company has controlling ownership interest in the following subsidiary :

	PT Nuansa Sakti Kencana
Domicile	Jakarta
Nature of business	Coal mining
Effective percentage of ownership	50%
Start of commercial operations	April 2011
Total assets as of	
March 31, 2017	US\$ 36,617
March 31, 2016	US\$ 423,427

In April 2017, the above subsidiary was sold to third parties.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**a. Basis of preparation of the financial statements**

The financial statements have been prepared in accordance with Statements of Financial Accounting Standards ("PSAK") in Indonesia, which issued by the Financial Accounting Standards Board of the Indonesian Institute of Accountants ("DSAK").

The financial statements have been prepared on the accrual basis using the historical cost concept, except for certain accounts which are measured on the bases as described in the following notes to the financial statements.

The statement of cash flows presents cash flows classified into operating, investing and financing activities. The cash flows from operating activities are presented using the indirect method.

The reporting currency used in the financial statements is the United States dollar ("US\$"), which is also the Company's functional currency.

b. Foreign currency transactions and balances

The Company considers the primary indicators and other indicators in determining its functional currency. If indicators are mixed and the functional currency is not obvious, management uses its judgment to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions.

Transactions involving foreign currencies are recorded at the rates of exchange prevailing at the time the transactions are made. At statement of financial position date, monetary assets and liabilities denominated in foreign currencies are adjusted to reflect the last prevailing rates as of such date and the resulting gains or losses are credited or charged to current operations.

The rate of exchange used was as follows :

	March 31,	
	2018	2017
1 Indonesian Rupiah (Rp)	1/13,756	1/13,321

c. Investments in share of stock

Investments in shares of stocks with ownership at least 20% but less than 50% were recorded as equity method, stated at cost, adjusted with net gain or loss of associate companies proportionally based on ownership percentage.

d. Investment in associate

An associate is an entity over which the Company and its subsidiaries are in a position to exercise significant influence, but not control or joint control, through participation in the financial and operating policy decisions of the investee.

The result of operations and assets and liabilities of associates are incorporated in these consolidated financial statement using the equity method of accounting, except when the investment is classified as held for sale. Non current asset held for sale and discontinued operations. Investment in associates are carried in the consolidated statements of financial position at cost as adjusted by post-acquisition changes in the Company and its subsidiaries' share of the net assets of the associates, less any impairment in the value of the individual investments. Losses of the associates in excess of the Company and its subsidiaries' interest in those associate (which include any long-term interest that, in substance, form part of the Company and its subsidiaries' net investment in the associate) are recognised only to the extent that the Company and its subsidiaries have incurred legal or constructive obligations or made payments on behalf of the associate.

Any excess of the cost of acquisition over the Company and its subsidiaries' share of the net fair value of identifiable assets, liabilities and contingent liabilities of the associate recognised at the date of acquisition, is recognised as goodwill. Goodwill is included within the carrying amount of the investment and assessed for impairment as part of that investment. Any excess of the Company and its subsidiaries' share of the net fair value of the identifiable assets, liabilities and contingent liabilities over the cost of acquisition, after reassessment, are recognised immediately in profit or loss.

When the Company and its subsidiaries' transact with an associate, profits and losses are eliminated to extent of its interest in the relevant associate.

e. Transactions with related parties

A related party is a person or entity that is related to the Company.

- a. A person or a close member of that person's family is related to the Company, if that person :
- (i) has control or joint control over the Company,
 - (ii) has significant influence over the Company, or
 - (iii) is a member of the key management personnel of the Company or of a parent entity of the Company.
- b. An entity is related to the Company if any of the following conditions applies :
- (i) The entity and the Company are members of the same group.
 - (ii) One entity is an associate or joint venture of the Company (or an associate or joint venture of a member of a group of which the Company is a member).
 - (iii) Both entity and the Company are joint ventures of the same third party.
 - (iv) The Company is a joint venture of a third entity and the other entity is an associate of the third entity.
 - (v) The entity is a post-employment benefit plan for the benefit of employees of either the Company or an entity related to the Company.
 - (vi) The entity is controlled or jointly controlled by a person identified in point a.
 - (vii) A person identified in point a (i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

f. Expense recognition

Expenses are recognized when they are incurred.

g. Corporate income tax

Current tax expense is provided based on the estimated taxable income for the year. Deferred tax assets and liabilities are recognized for temporary differences between the financial and the tax bases of assets and liabilities at each reporting date. Future tax benefits, such as tax losses carry-forward, are also recognized to the extent that realization of such benefits is probable. The tax effects for the year are allocated to current operations, except for the tax effects from transactions which are directly charged or credited to equity.

Deferred tax is calculated at the tax rate that has been enacted or substantively enacted at the statement of financial position date.

Amendment to tax obligation is recorded when an assessment letter is received or if appealed against, when the results of the appeal are determined. The additional taxes and penalty imposed through an assessment letter are recognized as income or expense in the current year profit or loss, unless objection/appeal is taken. The additional taxes and penalty imposed through an assessment letter are deferred as long as they meet the asset recognition criteria.

However, based on the government regulation no. 46 year 2013, for companies with revenues amounting to Rp 4.8 billion per year or below, the corporate income tax is calculated based on final basis of 1% from the revenues.

4. CASH IN BANK

Cash in bank consist of :

	March 31,	
	2018	2017
Indonesian Rupiah		
PT Bank Danamon Indonesia Tbk.	54,478	205
United States dollar		
PT Bank Danamon Indonesia Tbk.	54	63
Total	54,532	268

All cash in bank are placed in third-party bank.

PT OORJA INDO PETANGIS FOUR

NOTES TO THE FINANCIAL STATEMENTS (continued)
As of March 31, 2018 and for the year then ended
(Expressed in United States dollar, unless otherwise stated)

5. INVESTMENT IN SHARE OF STOCKS - NET

Investment in share of stocks consist of :

	March 31,	
	2018	2017
Subsidiary		
PT Nuansa Sakti Kencana	-	288,577
Associate companies		
PT Bima Gema Permata	288,577	288,578
PT Mincon Indo Resources	1,400	1,400
Total associate companies	289,977	289,978
Total	289,977	578,555
Allowance for impairment		
PT Bima Gema Permata	(288,577)	-
PT Mincon Indo Resources	(1,339)	(1,337)
Net	61	577,218

6. CAPITAL STOCK

The Company stockholders as of March 31, 2018 and 2017 as follows :

Shareholders	%	Number of shares	Nominal per share	Total
Oorja 1 Pte. Ltd.	99.83	12,578	250	3,144,500
Oorja Holding Pte. Ltd.	0.17	22	250	5,500
Total	100.00	12,600		3,150,000

7. THE COMPANY'S FINANCIAL CONDITIONS

On March 31, 2018, the Company is in an inactive condition, this condition is due to the unfavorable economic condition. At present the management decided to maintain the Company in dormant position.

8. SUBSEQUENT EVENTS

Based on notarial deed no. 11 of public notary Aditya Putra Patria, SH, MKn, dated April 20, 2018, the composition of the Company's board of commissioner and directors has become as follows :

Board of commissioner

Commissioner : Adip Mittal

Board of director

President Director : Kennedy Perkasih Nanik

Director : Archana Mittal

Director : Shalabh Mittal