

Navin fluorine (Shanghai) Co., LTD

Auditor's Report

H.G.R. (2020) W.Z.No.021042



上海高仁会计师事务所（普通合伙）
Shanghai Gaoren Certified Public Accountants



Auditors' Report

H.G.R. (2020) W.Z.No.021042

To the shareholders of Navin fluorine (Shanghai) Co., LTD,

I. Opinion

We have audited the financial statements of Navin fluorine (Shanghai) Co., LTD ("the Company"), which comprise the balance sheet as at March 31st, 2020, and the income statement, the cash flow statement and the statement of change in equity for the year then ended, and notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at March 31st, 2020, and the results of its operations and its cash flows for the year then ended in accordance with the Accounting Standards for Small Business Enterprises.

II. Basis for opinion

We conducted our audit in accordance with China Standards on Auditing ("CSAs"). Our responsibilities under those standards 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 China Code of Ethics for Certified Public Accountants (the "Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

III. Responsibilities of the management and those charged with governance for the financial statements

The management of the Company is responsible for the preparation and fair presentation of the financial statements in accordance with the Accounting Standards for Small Business Enterprises, and for designing, implementing and maintaining such internal control as the 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, the 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, unless the management either intends to liquidate the Company or to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

IV. 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 CSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are generally 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 in accordance with CSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- (1) 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.
- (2) 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 internal control.
- (3) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- (4) Conclude on the appropriateness of the management's use of the going concern basis of accounting 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.
- (5) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements

represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, 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.

(In case of any discrepancy between the Chinese version and the English version of this auditors' report, the Chinese version shall prevail.)

Shanghai gaoren certified public accountants Partnership.

Chinese Certified Public Accountant:



Chinese Certified Public Accountant:



Shanghai, China

April 2nd, 2020

Balance Sheet

2020-3-31

Corporate finance forms 01
Unit: RMB

Prepared by: Navin Ruonine (Shanghai) Co., LTD	Line No.	At the end of period	At the beginning of period	Item	Line No.	At the end of period	At the beginning of period
Current Assets	1	---	---	Current liabilities	73	---	---
Cash at bank and on the hand	2	---	---	Short-term borrowing	74	---	---
Δ Settlement provision	3	141,629.22	1,061,368.84	Δ Loan from Central Bank	75	---	---
Δ Outgoing call loan	4	---	---	Δ Deposit received and held for others	76	---	---
Δ Transactional financial assets	5	---	---	Δ Call loan received	77	---	---
Changes included in current Profit & loss of financial assets at fair value	6	---	---	Δ Transactional financial liabilities	78	---	---
Derivative financial assets	7	---	---	Changes included in current Profit & loss of financial liabilities at fair value	79	---	---
Notes receivable & Accounts receivable	8	---	---	Derivative financial liabilities	80	---	---
Advance to suppliers	9	3,660.00	9,270.00	Notes payable & Account payable	81	---	---
Δ Insurance receivable	10	---	---	Advance to customers	82	---	---
Δ Provisions of reinsurance receivable	11	---	---	Δ Contractual liability	83	---	---
Other receivable	12	---	---	Δ Selling of repurchased financial assets	84	---	---
Δ Repurchasing of financial assets	13	41,100.00	41,100.00	Δ Fees and commissions payable	85	---	---
Inventories	14	---	---	Accrued payroll	86	4,616.60	2,536.50
Including: Raw materials	15	---	---	Including: Staff salary payable	87	---	---
Finished goods/Finished products	16	---	---	Staff welfare payable	88	---	---
Δ Contractual assets	17	---	---	#Including staff bonus and welfare fund	89	---	---
The assets held for sale	18	---	---	Taxes payable	90	2,750.00	2,081.11
Non-current assets due within one year	19	---	---	Including: taxes payable	91	2,750.00	2,081.11
Other current assets	20	---	---	Other payable	92	2,101.20	1,163.10
Total Current Assets	21	186,379.22	1,111,738.84	Total Current Liabilities	99	9,467.80	5,780.71
Non-current assets:	22	---	---	Non-current liabilities	100	---	---
Δ Loans and advances	23	---	---	Long-term loan	101	---	---
Δ Debt investment	24	---	---	Bonds payable	102	---	---
Financial assets available for sales	25	---	---	Including: Preferred stock	103	---	---
Δ Other creditor's rights investment	26	---	---	Sustainable debt	104	---	---
Held-to-maturity investment	27	---	---	Long-term payables	105	---	---
Long-term receivable	28	---	---	Long-term employee remuneration payable	106	---	---
Long-term equity investment	29	---	---	Anticipated liabilities	107	---	---
Δ Investment in other equity instruments	30	---	---	Deferred revenue	108	---	---
Investment property	31	---	---	Deferred income tax liabilities	109	---	---
Fixed assets	32	---	---	Other non-current liabilities	110	---	---
Project in progress	33	---	---	Including: Specialty authorized fund	111	---	---
Biological assets for manufacturing	34	---	---	Total Non-current Liabilities	112	---	---
Oil and gas assets	35	---	---	Total Liabilities	113	9,467.80	5,780.71
Intangible assets	36	---	---	Shareholder's equity	114	---	---
Research and development expenditure	37	---	---	Paid-in capital (share capital)	115	---	---
Goodwill	38	---	---	State-owned capital	116	3,968,847.23	3,968,847.23
Long-term deferred expenditures (assets)	39	---	---	Including: State-owned legal person capital	117	---	---
Deferred income tax assets	40	---	---	Collective capital	118	---	---
Other non-current assets	41	---	---	Private capital	119	---	---
including: Specialty approved receiving materials	42	---	---	Including: Individual capital	120	---	---
Total Non-current Assets	43	---	---	Foreign investor's capital	121	---	---
	44	---	---	#Less: Investment return	122	3,968,847.23	3,968,847.23
	45	---	---	Net amount of paid-in capital	123	---	---
	46	---	---	Other equity instruments	124	3,968,847.23	3,968,847.23
	47	---	---	Including: Preferred stock	125	---	---
	48	---	---	Sustainable debt	126	---	---
	49	---	---	Capital reserve	127	---	---
	50	---	---	Less: treasury stock	128	---	---
	51	---	---	Other comprehensive incomes	129	---	---
	52	---	---	Including: Converted difference in foreign currency statement	130	---	---
	53	---	---	Special reserve	131	---	---
	54	---	---	Surplus reserve	132	---	---
	55	---	---	Including: Statutory surplus reserve	133	---	---
	56	---	---	#Reserve fund	134	---	---
	57	---	---	#Enterprise expansion fund	135	---	---
	58	---	---	#Profit capitalized on return of investments	136	---	---
	59	---	---	Δ General risk provision	137	---	---
	60	---	---	Undistributed profit	138	---	---
	61	---	---	Total shareholder's equity attributable to parent company	139	---	---
	62	---	---	*Minority interest	140	---	---
	63	---	---	Total Shareholder's Equity	141	---	---
	64	---	---	Total Liabilities and shareholder's equity	142	---	---
	65	---	---		143	186,379.22	1,111,738.84
	66	---	---		144	---	---
	67	---	---			---	---
	68	---	---			---	---
	69	---	---			---	---
	70	---	---			---	---
Total Assets	71	186,379.22	1,111,738.84			---	---
	72	---	---			---	---

Head of Accounting:

Legal Representative:

Income Statement

2019.4-2020.3

Prepared by: Navin fluorine (Shanghai) Co., LTD

Line No.	Item	Amount of this year	Amount of last year	Line No.	Item	Amount of this year	Amount of last year
1	I. Total sales from operations	-	-	46	*Minority profit		
2	Including: sales from operations			47	(二) Classified by business continuity:		
3	ΔInterest income			48	Continuous operation profit and loss	-929,036.71	-890,865.03
4	ΔPremiums income			49	Stop operating profit and loss		
5	ΔFee and commission income			50	VI. Other net comprehensive income after tax		
6	II. Total Cost of sales	930,285.37	890,865.03	51	Net of tax amount of other comprehensive income attributable to the owner of the parent company		
7	Including: Cost of operations			52	(一) Other comprehensive income will not be reclassified into profit & loss		
8	ΔInterest expenses			53	1. Re-measurement of Benefit Plan Change		
9	ΔFee and commission expenses			54	2. Other Comprehensive Income Which Can't Transfer Loss and Loss under equity law		
10	ΔInsurance discharge payment			55	*3.Changes in fair value of investment in other equity instruments		
11	ΔNet claim amount paid			56	*4.Fair value change of enterprise's credit risk		
12	ΔNet insurance policy reserves provided			57	5. Other		
13	ΔInsurance policy dividend paid			58	(二) Other comprehensive income will be reclassified into profit & loss		
14	ΔReinsurance expenses			59	1. Other Comprehensive Benefits of Convertible Profits and Losses under Equity Law		
15	Business tax and surcharges			60	*2.Changes in fair value of other creditor's rights investment		
16	Selling expenses			61	3. Gain or loss of financial assets available for sale at fair value		
17	General and administrative expenses	945,059.29	891,362.16	62	*4.Amount of financial assets reclassified into other comprehensive returns		
18	Including: Party building work funds			63	5. Gains & Losses of Hedging-Instrument reclassified as Financial assets available for sale		
19	Research expenses			64	*5.Credit impairment reserve for other creditor's rights investment		
20	Financial expenses	-14,772.92	-969.93	65	7. Cash Flow Hedging Reserve (Effective part of Cash flow hedging gains and losses)		
21	Including: Interest expenses			66	8. Converted difference in foreign currency statement		
22	Interest income	895.64	881.47	67	9. Other		
23	Net exchange gain	19,417.88	5,414.46	68	*Net after tax of other comprehensive income attributable to minority shareholders		
24	Net exchange loss			69	VII. Total comprehensive incomes	-929,036.71	-890,865.03
25	Losses on assets impairment			70	Total comprehensive incomes attributable to the owners of the parent company	-929,036.71	-890,865.03
26	*5-Loss of credit impairment			71	*Total comprehensive incomes attributable to the minority		
27	Other			72	VIII. Earning per share:		
28	Add: Other income			73	(一) Basic earning per share		
29	Investment income/(losses)			74	(二) Diluted earning per share		
30	Including: Investment income from associated enterprises and joint ventures						
31	ΔGains/(Losses) from currency exchange						
32	*5-Net exposure hedging income (Losses listed as **)						
33	Income/(loss) from change of fair value						
34	Proceeds from disposal of assets (losses listed as **)						
35	III. Profit/(loss)from operating activities	-930,285.37	-890,865.03				
36	Add: non-operating income	1,248.66					
37	Including: government subsidy						
38	gain on debt restructuring						
39	Less: non-operating expenses						
40	Including: loss on debt restructuring						
41	IV. Total profit/(loss)	-929,036.71	-890,865.03				
42	Less: Income tax						
43	V. Net profit/(loss)	-929,036.71	-890,865.03				
44	(一) Classified by ownership:						
45	Net profit attributable to the owners of parent company	-929,036.71	-890,865.03				

Head of Accounting Institution:

Head of Accounting:

Legal Representative:

Cash Flow Statement

2019 4-2020.3

Corporate finance forms 03

Unit: RMB

Prepared by: Navin fluorine (Shanghai) Co., LTD

Item	Line No.	Amount of this year	Amount of last year	Item	Line No.	Amount of this year	Amount of last year
I 、 Cash flows from operating activities:	1	—	—	Net cash received from disposal of fixed assets, intangible assets and other long-term assets	30		
Cash received from sale of goods and rendering of services	2			Net cash received from disposal of subsidiaries and other entities	31		
△ Net increase of customer deposits and capital kept for brother company	3			Cash received relating to other investing activities	32		
△ Net increase of loans from central bank	4			Sub-total of cash inflows	33		
△ Net increase in funds withdrawn from other financial institutions	5			Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	34		
△ Cash received against original insurance contract	6			Cash paid for acquisition of investments	35		
△ Net cash received from reinsurance business	7			△ Net increase of loan against pledge	36		
△ Net increase of client deposit and investment	8			Net Cash paid for acquisition of subsidiaries and other entities	37		
△ Net increase of trade financial asset disposal	9			Cash paid relating to other investing activities	38		
△ Cash received as interest, processing fee, and commission	10			Sub-total of cash outflows	39		
△ Net increase of inter-bank fund received	11			Net cash flows from investing activities	40		
△ Net increase of repurchasing business	12			III 、 Cash flows from financing activities:	41	—	—
Refund of taxes	13			Cash received from investors	42		1,372,537.05
Cash received relating to other operating activities	14	1,732.64	681.47	Including: cash received from minority shareholder capital contribution to subsidiaries	43		
Sub-total of cash inflows	15	1,732.64	681.47	Cash received from borrowings	44		
Cash paid for goods and services	16			△ Cash received from issue bond	45		
△ Net increase of client trade and advance	17			Cash received relating to other financing activities	46		
△ Net increase of savings in central bank and brother company	18			Sub-total of cash inflows	47		1,372,537.05
△ Cash paid for original contract claim	19			Cash repayments of borrowings	48		
△ Cash paid for interest, processing fee and commission	20			Cash payments for interest expenses and distribution of dividends or profit	49		
△ Cash paid for policy dividend	21			Including: dividends or profits distributed by subsidiaries to minority shareholders	50		
Cash paid to and on behalf of employees	22	460,579.79	433,099.12	Cash paid relating to other financing activities	51		
Cash paid for all types of taxes	23		472.80	Sub-total of cash outflows	52		
Cash paid relating to other operating activities	24	480,310.35	475,107.88	Net cash flows from financing activities	53		1,372,537.05
Sub-total of cash outflows	25	940,890.14	908,679.80	IV 、 Effect of foreign exchange rate changes on cash	54	19,417.88	5,414.46
Net cash flows from operating activities	26	-839,157.50	-907,998.33	V 、 Net increase in cash and cash equivalents	55	-819,739.62	469,953.18
II 、 Cash flows from investing activities:	27	—	—	Add: cash and cash equivalents at the beginning of period	56	1,061,368.84	591,415.66
Cash received from disposal of investments	28			VI 、 Cash and cash equivalents at the ends of period	57	141,629.22	1,061,368.84
Cash received from return on investments	29				58		

Head of Accounting:

Head of Accounting Institution:

Legal Representative:

Statements of Change in Owner's Equity

2019.4-2020.3

Corporate finance forms 04
Unit: RMB

Prepared by: Navin fluorine (Shanghai) Co., LTD

Ending Balance this year

Owner's Equity of parent company

Item			Ending Balance this year															Minority interest	Total shareholder's equity
			Owner's Equity of parent company																
			Paid-in capital	Other equity instruments			Capital reserve	Less: Treasury stock	Other comprehensive incomes	Special reserve	Surplus reserve	△General risk provision	Retained earnings	Others	Subtotal				
				Preferred stock	Sustainable debt	Others													
Line No.	Column	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15			
		3,969,847.23										-2,862,899.10		1,105,948.13		1,105,948.13			
		3,969,847.23										-2,862,899.10		1,105,948.13		1,105,948.13			
												-929,036.71		-929,036.71		-929,036.71			
												-929,036.71		-929,036.71		-929,036.71			

Head of Accounting Institution:

Head of Accounting:

Legal Representative:

Statements of Change in Owner's Equity

2019.4-2020.3

Corporate finance forms 04
Unit: RMB

Ending Balance last year

Prepared by: Navin fluorene (Shanghai) Co., LTD

Line No.		Item	Ending Balance last year														Minority interest	Total shareholder's equity							
			Owner's Equity of parent company																						
			Paid-in capital				Other equity instruments				Capital reserve	Less: Treasury stock	Other comprehensive incomes	Special reserve	Surplus reserve	△General risk provision			Retained earnings	Others	Subtotal				
			16	17	18	19	20	21	22	23	24	25	26	27	28										
1	2,596,310.18																			28	624,276.11	29	624,276.11	30	624,276.11
2																									
3																									
4																									
5	2,596,310.18																								
6	1,372,537.05																								
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Head of Accounting Institution:

Head of Accounting:

Legal Representative:

Please give it your attention: notes to the accounting statements constitute a part of the accounting statement.

I . Company profile

Approved by Shanghai Industrial and Commercial Administration on May 12th, 2015, Navin fluorine (Shanghai) Co.,LTD. (hereinafter referred to as "the Company") is a wholly foreign-owned enterprises funded by Navin Fluorine International Limited, with a registered capital of USD two million. The corporate representative is SUBBARAO TATA. The business scope covers Chemical raw materials and products import and export, domestic wholesale, commission agent, and provide related technical advisory services and ancillary services.

II. Basis for preparation of financial statements

On a going concern basis, the Company carried out its recognition and measurement work based on the transaction and items actually occurred in accordance with relevant provisions of accounting standards for Small Business Enterprises. It was on this basis that the Company prepared its financial statements.

III. A statement on compliance with the Accounting Standards for Business Enterprises

The Company' financial statements have been prepared in accordance with the Accounting Standards for Small Business Enterprises, which give, in all material respects, a true and full view of the company's relevant information on financial position, business performance and cash flows.

IV. The Company's major accounting policy and estimates

1. Accounting system

The Company carries out the Accounting Standards for Small Business Enterprises, and relevant supplementary provisions.

2. Accounting period

The Company's accounting period is from April 1st to March 31st .

3. Reporting currency

The Company's reporting currency is Renminbi (RMB).

4. Accounting basis and principle

The Company's financial accounting is carried out on an accrual basis. Each asset is recorded and measured on a historical cost basis.

5. Translation of foreign currency

Transactions in foreign currencies are translated into RMB at the exchange rates ruling on the same day when transaction occurs and the balance in each foreign currency account is adjusted after converted into RMB at the year-end market exchange rate. The year-end translation differences of special loan account in foreign currency shall be capitalized according to stipulations and charged in the cost of construction in progress if they were incurred before the fixed asset acquired is ready for the intended use. All the rest translation differences of special loan account in foreign currency are charged in the financial cost.

6. Criteria of cash equivalents recognition

In preparation of the cash flow statement, cash refers to all cash in hand and call deposits. Cash equivalents are defined as short-term, highly-liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

7. Accounting method for bad debts

Recognition criteria: In the event that debtor, pursuant to law, files bankruptcy or has been deregistered, found dead, missing and therefore becomes insolvent; and debtor fails to perform the obligation of repayment in due time and it is proved by solid evidence that the relevant amount of money can never be collected, the account receivable in question will be written off after approved by certain authority of the Company.

8. Accounting method for inventories

- (1) Inventories should be recorded at actual cost on acquisition and delivery.
- (2) Low value consumable items should be amortized on a lump-sum basis.
- (3) Perpetual inventory system is adopted in inventory-taking.

9. Valuation and depreciation of fixed assets

- (1) Fixed assets refer to buildings, machinery equipment, transportation facilities and other facilities and tools with useful lives over 1 year and relatively high unit value, which are held for the purpose of production, service provision, lease or operating management.
- (2) Fixed assets are recorded at cost when acquired.
- (3) Scope of depreciation: all fixed assets will be depreciated excluding the equipment that has been fully depreciated but is still in use which is separately evaluated and charged in the account.
- (4) Provision for depreciation of fixed assets shall be made by their categories using the composite

life method. The depreciation rate is determined by the categories of fixed assets, estimated useful years and the estimated net residual value ratio of 5%. Depreciation by categories is as below:

Category	Useful life	Yearly depreciation rate
Electronic equipment	3	31.67%
Vehicle	5	19%

(5) Subsequent expenditure of fixed assets

Any improvement expenditure that can expand the useful life of fixed asset, actually upgrade the quality of products or reduce the product manufacturing cost shall be charged in the original price of fixed asset. Other expenditures saving the aforesaid such as repair expense shall be charged in loss and profit incurred in current period.

10. Principles of revenue recognition

(1) Revenue from sales of goods: the Company has transferred the major risks of ownership of goods and the corresponding rewards to the buyer; the Company retains neither continuous management right usually related to ownership nor control over the goods sold; business related economic benefits can flow into the Company; relevant income and cost can be measured reliably.

(2) Revenue from service provision: If the provision of services is started and completed within the same accounting year, revenue should be recognized at the time when service was completed, service charges were received or evidence on cash receipt has been obtained; when the provision of services is started and completed in different accounting years, revenue from service provision should be recognized based on the percentage-of-completion method on the balance sheet date provided that the outcome of a service provision can be estimated reliably.

V. Taxation

Major taxes and tax rates applicable to the Company

Categories of taxes	Basis for computation of tax	Tax rate (%)
Corporate income tax	Taxable income	25%

VI. Associated Parties

If the Company is able to directly or indirectly control and jointly control another party or to exert major impact, or the Company and another party or several parties are under the control of the same party, they are regarded as associated parties.

VII. Notes to major items of financial statements (unit: RMB yuan)**1. Advance to suppliers**

Age of account	Balance at the end of the period		Balance at the beginning of the period	
	Balance	%	Balance	%
Less than one year	3,650.00	100%	9,270.00	100%
Total	3,650.00	100%	9,270.00	100%

2. Other receivable

Age of account	Balance at the end of the period		Balance at the beginning of the period	
	Balance	%	Balance	%
1-2 years	41,100.00	100%	41,100.00	100%
Total	41,100.00	100%	41,100.00	100%

3. Accrued payroll

Item	Balance at the end of the period	Balance at the beginning of the period
social insurance premium	4,091.60	2,071.50
housing fund	525.00	465.00
Total	4,616.60	2,536.50

4. Taxes payable

Item	Balance at the end of the period	Balance at the beginning of the period
individual income tax	2,750.00	2,091.11
Total	2,750.00	2,091.11

5. Other payable

Age of account	Balance at the end of the period	Balance at the beginning of the period
Less than one year	2,101.20	1,163.10
Total	2,101.20	1,163.10

6. Paid-in capital

Name of investors	Balance at the beginning of the period		Increase in this year	Decrease in this year	Balance at the end of the period	
	Investment amount	Percentage			Investment amount	Percentage
Navin Fluorine International Limited	3,968,847.23	100%			3,968,847.23	100%
Total	3,968,847.23	100%			3,968,847.23	100%

7. Undistributed profit

Items	Balance at the end of the period	Balance at the beginning of the period
Opening balance	-2,862,899.10	-1,972,034.07
Increased	-929,036.71	-890,865.03
therein: Net profit Transferred this year	-929,036.71	-890,865.03
Other		
Decreased		
therein: The increase amount of Surplus reserve this period		
General risk provision		
The distribution of Cash Dividends this period		
The distribution of Stock dividend this year		
Other decrease		
Closing balance	-3,791,935.81	-2,862,899.10

8. Non-operating income

Item	Amount incurred in this year	Amount incurred in last year
government subsidy	1,248.66	
Total	1,248.66	

9. Cash flow statement

I. The indirect method:

Items	Balance at the end of the period	Balance at the beginning of the period
1. Conversion of net profit into cash flow from operating activities:	—	
Net profit	-929,036.71	-890,865.03

Items	Balance at the end of the period	Balance at the beginning of the period
Less :Unrealised investment losses		
Add: Provision for impairment loss on assets		
Depreciation of fixed assets		
Amortization of intangible assets		
Decrease (increase) in deferred expenses		
Increase (Decrease) in accrued expenses		
Amortization of long-term deferred expenses		
Loss on disposal of fixed assets, intangible assets and other long term assets		
Loss on discarding of fixed assets (gain is stated in “—”)		
Loss on change in fair value (gain is stated in “—”)		
Financial cost (gain is stated in “—”)		
Loss on investment (gain is stated in “—”)		
Decrease in deferred income tax assets (increase is stated in “—”)		
Increase in deferred income tax liabilities (decrease is stated in “—”)		
Decrease in inventory (increase is stated in “—”)		
Decrease in operating receivables (increase is stated in “—”)	5,620.00	-9,270.00
Increase in operating payables(decrease is stated in “—”)	3,677.09	-2,448.84
Others	-19,417.88	-5,414.46
Net cash flow from operating activities	-939,157.50	-907,998.33
2.Investing and Financing Activities that do not Involve Cash Receipts and Payments:		
Conversion of debt into capital		
Reclassification of convertible bonds expiring within one year as current liability		
Fixed assets acquired under finance leases		
Net Increase in Cash and Cash Equivalents:		
Cash at the end of the period	141,629.22	1,061,368.84
Less: cash at the beginning of the year	1,061,368.84	591,415.66
Add: cash equivalents at the end of the period		
Less: cash equivalents at the beginning of the period		
Net increase in cash and cash equivalents	-919,739.62	469,953.18

II. Monetary capital

items	Balance at the end of the period	Balance at the begin of the period
Cash	141,629.22	1,061,368.84
Including : Cash in hands		
Cash in bank	141,629.22	1,061,368.84
Other monetary funds		
Cash equivalents		
Including: bond investments maturing within three months		
Cash and cash equivalents	141,629.22	1,061,368.84
Including: Restricted cash and cash equivalents in Parent company or subsidiaries of the Group		

VIII. Business with Associated Party

Associated Party:

Name of Associated Party	Place of Registration	Shareholding ratio %
Navin Fluorine International Limited	India	100%

IX. Others to be explained

None.

X. Events after the balance sheet date

None.

XI. Approval of the financial statements

The Financial Statement of this term has been confirmed by the corporation's directorate .

Navin fluorine (Shanghai) Co., LTD



营业执照

中国（上海）自由贸易试验区

统一社会信用代码 91310115586792817H
证照编号 41000000201706270158

名称 上海高仁会计师事务所（普通合伙）
类型 普通合伙企业

主要经营场所 中国（上海）自由贸易试验区祖冲之路 1559 号 2 幢 1002 室

执行事务合伙人 高龙伟

成立日期 2011 年 12 月 2 日

合伙期限 2011 年 12 月 2 日至 不约定期限

经营范围

审查企业会计报表，出具审计报告；验证企业资本，出具验资报告；办理企业合并、分立、清算事宜中的审计业务，出具有关报告；基本建设年度财务决算审计；代理记账；会计咨询、税务咨询、管理咨询、会计培训；法律、法规规定的其他业务。

【依法须经批准的项目，经相关部门批准后方可开展经营活动】



登记机关

2017 年 06 月 27 日

