

EREBUS LTD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016

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MANAGEMENT, ADMINISTRATION AND LEGAL FORM**COMPANY NAME**

EREBUS LTD

DIRECTOR

Mr. Virrsing RAMDENY

Mr. Ajit KARANDE

REGISTERED AGENT: -

Associated Consultants Ltd

REGISTERED OFFICE: -

Suite G12

St. James Court

St. Denis Street

Port Louis

Mauritius

AUDITORS: -

DWARKA Soochit, FCCA, FCMA, CGMA

La Forge Avenue

Palma Road

Quatre Bornes

Mauritius

LEGAL FORM

The company is registered under the Companies Act, 2001 and the Financial Services Act, 2007 of the Republic of Mauritius.

DIRECTORS' REPORT

The directors present their report and the audited financial statements of the company for the year ended 31 March 2016.

PRINCIPAL ACTIVITY

The company is an investment holding company.

REVIEW OF THE BUSINESS

The company has made a loss of USD 7,143 during the year (2015 - Loss of USD 14,500).

The directors do not recommend the payment of any dividend.

The financial statements of the Company for the year ended 31 March 2016 are set out on pages 4 to 10. The auditors' report on these financial statements is on page 3.

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial period which present fairly the financial position, financial performance and cash flows of the Company. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors confirm that they have complied with the above requirements in preparing the financial statements. The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Mauritian Companies Act 2001. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

SUBSEQUENT EVENT

There has not been any significant event between the Statement of Financial Position date and the date of approval of these financial statements.

CONTRACTS OF SIGNIFICANCE

During the year under review, there was no contract of significance to which the company was a party and in which a director of the company was materially interested either directly or indirectly.

AUDITORS

The auditor, Dwarka Soochit, FCCA, FCMA, CGMA has indicated his willingness to continue in office and a resolution concerning his re-appointment will be proposed at the Annual General Meeting.

ON BEHALF OF THE BOARD

Director



Director

Date:- 04 MAY 2016

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

This report is made solely to the members of Erebus Ltd (the "Company"), as a body, in accordance with the Companies Act 2001. My audit work has been undertaken so that I might state to the Company's members those matters I am required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for my audit work, for this report, or for opinions I have formed.

Report on the Financial Statements

I have audited the financial statements of Erebus Ltd on pages 4 to 10 which comprise the statement of financial position as at 31 March 2016, the statement of profit or loss, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with relevant Accounting Standards and in compliance with the requirements of the Companies Act 2001. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with generally accepted standards on auditing. Those Standards require that I 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 auditors' judgement, 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 auditors consider internal control relevant to the Company'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 accounting policies used and the reasonableness of accounting estimates made by the Company's internal control. An audit also includes evaluating the appropriateness of directors, as well as evaluating the overall presentation of the financial statements.

Emphasis of matter - going concern

In forming our opinion which is not qualified, we have considered the adequacy of the disclosures made at note 14 to the financial statements, concerning the ability of the company to continue as a going concern. The company made a loss of USD 7,143 during the year, and had net liabilities of USD 5,043 as at 31 March 2016. These conditions indicate the existence of material uncertainty which may cast doubt about the company's ability to continue as a going concern. The financial statements do not include any adjustment that would result if the company was unable to continue as a going concern.

Opinion

In our opinion, the financial statements on pages 4 to 10 give a true and fair view of the financial position of the company at 31 March 2016, and of its financial performance and its cash flows for the year then ended in accordance with the provisions of the Companies Act 2001.

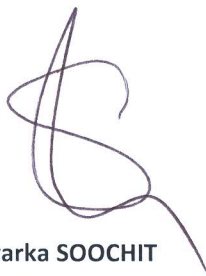
EREBUS LTD

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS**Report on Other Legal and Regulatory Requirements**

I have no relationship with or interests in the Company, other than in my capacity as auditors, tax and business advisers and dealings in the ordinary course of business.

I have obtained all information and explanations I have required.

In my opinion, proper accounting records have been kept by the Company as far as it appears from my examination of those records.

**Dwarka SOOCHIT**

Certified Accountant, F.C.C.A, F.C.M.A, C.G.M.A

La Forge Avenue,
Palma Road
Quatre Bornes
Mauritius.

Date: 04 MAY 2016

EREBUS LTD

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2016

	NOTES	2016 USD	2015 USD
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		<u>2,957</u>	<u>-</u>
TOTAL ASSETS		<u>2,957</u>	<u>-</u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Share capital	2	21,542,000	21,500,000
Revenue deficit	3	<u>(21,547,043)</u>	<u>(21,539,900)</u>
		<u>(5,043)</u>	<u>(39,900)</u>
NON CURRENT LIABILITIES			
Borrowings	4	<u>-</u>	<u>25,400</u>
CURRENT LIABILITIES			
Trade and other payables	5	<u>8,000</u>	<u>14,500</u>
TOTAL EQUITY AND LIABILITIES		<u>2,957</u>	<u>-</u>

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

APPROVED BY THE BOARD OF DIRECTORS ON 04 MAY 2016

..... DIRECTORS

(Ajit KARANDE)

(Virrsing RAMDENY)

EREBUS LTD**STATEMENT OF PROFIT OR LOSS****FOR THE YEAR ENDED 31 MARCH 2016**

	NOTES	2016 USD	2015 USD
INCOME			
Income		<u>-</u>	<u>-</u>
EXPENSES			
Administrative Expenses		3,000	6,500
Audit and accounting fee		4,000	8,000
Bank charges		143	-
		<u>7,143</u>	<u>14,500</u>
(LOSS) FOR THE YEAR		(7,143)	(14,500)
RETAINED (LOSS) BROUGHT FORWARD		(21,539,900)	(21,525,400)
RETAINED (LOSS) CARRIED FORWARD		<u>(21,547,043)</u>	<u>(21,539,900)</u>
(LOSS) PER SHARE	7	<u>(0.03)</u>	<u>(0.07)</u>

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

EREBUS LTD

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 MARCH 2016

	Share Capital USD	Retained Earnings USD	Total USD
Balance at 01 April 2015	21,500,000	(21,539,900)	(39,900)
Issue of shares	42,000	-	42,000
(Loss) for the year	-	(7,143)	(7,143)
Balance at 31 March 2016	<u>21,542,000</u>	<u>(21,547,043)</u>	<u>(5,043)</u>
Balance at 01 April 2014	21,500,000	(21,525,400)	(25,400)
(Loss) for the year	-	(14,500)	(14,500)
Balance at 31 March 2015	<u>21,500,000</u>	<u>(21,539,900)</u>	<u>(39,900)</u>

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

EREBUS LTD

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 MARCH 2016

	2016 USD	2015 USD
OPERATING ACTIVITIES		
Operating Deficit	(7,143)	(14,500)
(Decrease)/ Increase in other payables	(6,500)	14,000
NET CASH (OUTFLOWS) FROM OPERATING ACTIVITIES	<u>(13,643)</u>	<u>(500)</u>
INVESTING ACTIVITIES		
Issue of shares	42,000	-
NET CASH INFLOWS FROM INVESTING ACTIVITIES	<u>42,000</u>	<u>-</u>
FINANCING ACTIVITIES		
Loan repayment	(25,400)	-
Loan received	-	500
NET CASH (OUTFLOWS) FROM FINANCING ACTIVITIES	<u>(25,400)</u>	<u>500</u>
INCREASE IN CASH AND CASH EQUIVALENTS	<u>2,957</u>	<u>-</u>
CASH AND CASH EQUIVALENTS		
Cash at bank	<u>2,957</u>	<u>-</u>
LESS: CASH AND CASH EQUIVALENTS FROM PREVIOUS YEAR		
Cash at bank	<u>-</u>	<u>-</u>
INCREASE IN CASH AND CASH EQUIVALENTS	<u>2,957</u>	<u>-</u>

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

EREBUS LTD**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 MARCH 2016**

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

1. SIGNIFICANT ACCOUNTING POLICIES

The following are the significant accounting policies adopted by the company in the preparation of these financial statements.

(a) Basis of Preparation

The financial statements have been prepared under the historical cost convention and in accordance with the relevant Accounting Standards.

(b) Foreign Currency Transactions

Foreign currency transactions are translated into the functional currency using the exchange rate prevailing on the date of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of profit or loss.

Non-monetary items that are measured at historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

(c) Comparative figures

Comparative figures have been restated whenever necessary to conform with changes in presentation or in accounting policies.

(d) Financial instruments

The company's accounting policies in respect of the main financial instruments are set out below:

(i) Trade and other payables

Payables are stated at their nominal value.

(ii) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of 3 months or less.

(iii) Loans and advances

Loans and advances are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts.

(iv) Borrowings

Borrowings are recorded at the proceeds received.

EREBUS LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016

2. SHARE CAPITAL 2016 2015

ALLOTTED, CALLED UP AND FULLY PAID

VALUE

215,420 Ordinary shares of USD 100 each	USD	21,542,000		21,500,000
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NUMBER OF SHARES

		215,420		215,000
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3. REVENUE DEFICIT 2016 2015

USD

USD

At 01 April 2015		(21,539,900)		(21,525,400)
(Loss) for the year		(7,143)		(14,500)
At 31 March 2016		(21,547,043)		(21,539,900)

4. BORROWINGS 2016 2015

USD

USD

JSW Steel Limited		-		25,400
		-		25,400

These loans are from related companies and are interest free, unsecured and with no fixed date of repayment

5. TRADE AND OTHER PAYABLES 2016 2015

USD

USD

Other payables and accruals		8,000		14,500
		8,000		14,500

The carrying amounts of other payables approximate their fair value.

6. TAXATION

The Company being not a resident in Mauritius is not liable to Income Tax in Mauritius.

7. LOSS PER SHARE

Basic loss per share is based on loss for the year of USD 7,143 (2015: Loss of USD 14,500) and 215,420 equity shares in issue throughout the year ended 31 March 2016.

EREBUS LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016

8. FINANCIAL SUMMARY	2016 USD	2015 USD	2014 USD	2013 USD
STATEMENT OF PROFIT OR LOSS				
(Loss) for the year	<u>(7,143)</u>	<u>(14,500)</u>	<u>(825)</u>	<u>10,700</u>
STATEMENT OF FINANCIAL POSITION				
Share capital	21,542,000	21,500,000	21,500,000	21,500,000
Revenue deficit	<u>(21,547,043)</u>	<u>(21,539,900)</u>	<u>(21,525,400)</u>	<u>(21,524,575)</u>

9. FINANCIAL INSTRUMENTS

Fair values

The carrying amounts of loans & advances, cash and cash equivalents, borrowings and payables approximate their fair values.

10. INCORPORATION

The company is incorporated in Mauritius under the Companies Act 2001 and has been granted a Category 2 Global Business Licence under the Financial Services Act, 2007.

11. CURRENCY

The financial statements are presented in U.S. Dollars.

13. HOLDING COMPANY

The Holding company is JSW Steel Limited, a company incorporated in India and listed on the Bombay Stock Exchange and the National Stock Exchange of India.

14. LIQUIDITY AND CAPITAL RESOURCES

At 31 March 2016, the Company had assets of USD 2,957 {2015: Nil}; liabilities of USD 8,000 {2015: Liabilities of USD 39,900} and net liabilities of USD 5,043 {2015: USD 39,900}.