

TATA HISPANO MOTORS CARROCERA S.A.U.

**AUDIT REPORT ON THE ANNUAL ACCOUNTS FOR THE
FINANCIAL YEAR ENDING
31 MARCH 2020**

RECORD NUMBER: 9/2020



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AUDIT REPORT ON THE ABRIDGED ANNUAL ACCOUNTS
ISSUED BY AN INDEPENDENT AUDITOR

To the sole shareholder of TATA HISPANO MOTORS CARROCERA S.A.U.

Opinion

We have audited the abridged Annual Accounts of TATA HISPANO MOTORS CARROCERA S.A.U., which include the abbreviated Balance Sheet as at 31st March 2020, the abridged Profit and Loss statement and the abbreviated Annual Report, all corresponding to the financial year ending on that date.

In our opinion, the attached abridged Annual Accounts present, in all material respects, a true and fair image of the net worth and financial position of the Company TATA HISPANO MOTORS CARROCERA S.A.U. on 31st March 2020, as well as of its year-end results for the financial year ending on that date, in accordance with the applicable framework regulations on financial disclosure (identified in Note 2.1 of the abbreviated Annual Report) and, in particular, with the accounting principles and criteria contained therein.

Basis of opinion

We have undertaken our audit in accordance with the current regulations governing the auditing of accounts in Spain. Our responsibilities pursuant to those regulations are described later in the section entitled 'Auditor's responsibilities in regard to the abridged Annual Accounts' herein.

We are independent of the Company, in accordance with the requirements of ethics, including those of independence, which are applicable to our auditing of abridged Annual Accounts in Spain, as required by the regulations governing the auditing of accounts. In this sense, we have not provided services other than those of auditing accounts nor have situations or circumstances arisen that, in accordance with the provisions of the afore-mentioned regulations, have affected such required independence in a way that it may be jeopardised.

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

Material uncertainty related to going concern

We call attention to what is indicated in Note 2.5 of the attached abbreviated Annual Report, in which it is mentioned that the Company has incurred significant losses in the past financial years which has given rise to a negative net worth amounting to 98.7 million Euros as at 31st March 2020, with the Company being eligible for dissolution as provided for in the Capital Company Act and furthermore

it shows a negative working capital position for an amount of 16,03 million Euros as at the aforesaid date. As mentioned in note 2.5, these facts or conditions, together with other issues presented in note 2.5, indicate the existence of material uncertainty which may generate significant doubt as to the capacity of the Company to continue as a going concern, which will depend on the economic and financial support of its sole shareholder, TATA Motors, Ltd, a Company with which it has carried out and is expected to carry out significant transactions. This issue does not alter our opinion.

Most relevant findings in the audit

The most relevant findings of the audit are those that, according to our professional judgement, have been considered as the most significant risks of material misstatement in our audit of the abridged Annual Accounts for the current period. These risks have been addressed in the context of our audit of the abridged Annual Accounts as a whole and in the formation of our opinion about them and we do not express a separate opinion on these risks.

Except for the matter described in the section *Material uncertainty related to the going concern*, we have determined that there are not other more significant risks considered in the audit that should be communicated in our report.

Board of Directors' responsibility for the abridged Annual Accounts

The Board of Directors is responsible for preparing the attached abridged Annual Accounts such that they give a true view of the Company's assets, financial position and results, in accordance with the framework regulations on financial disclosure applicable to the entity in Spain, and for ensuring the internal control it considers necessary to enable the abbreviated Annual Accounts to be prepared free of material misstatement, whether due to fraud or error.

In the preparation of the abridged Annual Accounts, the Board of Directors is responsible for assessing the ability of the Company to continue as a going concern, revealing, as appropriate, the issues related to the going concern and using the going concern accounting principle, except when the Board of Directors intends to liquidate the Company or cease operations, or when there is no other realistic alternative.

Auditor's responsibilities in regard to the audit of the abridged Annual Accounts

Our objectives are to obtain reasonable assurance that the abridged Annual Accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that contains our opinion.

Reasonable assurance is a high degree of certainty but does not guarantee that an audit conducted in accordance with auditing regulations currently in force in Spain always detects material misstatement

when it exists. Misstatements may be due to fraud or error and are considered material if, individually or in an aggregate form, they can reasonably be expected to influence the economic decisions made by users on the basis of the abridged Annual Accounts.

As part of an audit in accordance with the regulations governing the auditing of accounts in Spain, we apply our professional judgement and maintain an attitude of professional scepticism throughout the audit. Furthermore:

- We identify and assess the risks of material misstatement in the abridged Annual Accounts, whether due to fraud or error, and design and apply audit procedures to respond to such risks and to obtain sufficient and adequate audit evidence to provide a basis for our opinion. The risk of not detecting a material misstatement due to fraud is higher than in the case of a material misstatement due to error, since fraud may entail collusion, falsification, deliberate omission, intentionally erroneous statements, or circumvention of internal controls.
- We acquire an understanding of the internal control relevant to the audit in order to design audit procedures that are appropriate to the circumstances and not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- We assess whether the accounting policies applied are adequate and the reasonableness of the accounting estimates and the corresponding information disclosed by the Board of Directors.
- We conclude on whether the use by the Board of Directors of the going concern accounting principle is suitable and, based on the audit evidence obtained, we conclude on whether or not there is a material uncertainty related to the facts or conditions that may raise significant doubts as to the Company's ability to continue as a going concern. If we conclude that such material uncertainty does exist, we are required to draw attention in our audit report to the relevant data disclosed in the abridged Annual Accounts or, if such disclosures are not appropriate, to express an amended opinion. Our conclusions are based on the audit evidence obtained up to the date of issue of our audit report. However, future events or conditions may cause the Company to cease being a going concern.
- We evaluate the overall presentation, structure and content of the Annual Accounts, including the data disclosed, and whether the abridged Annual Accounts represent the underlying transactions and events in a way that manages to express the true image.

We discuss with the Company's Board of Directors in regard to, among other matters, the scope and timing of the planned audit, and any significant findings of the completed audit, as well as any significant deficiencies in internal control that we identified during the course of the audit.

Among the significant risks that have been reported to the Board of Directors, we determine those that are of the greatest significance in the audit of the abridged Annual Accounts in the current period and which are, therefore, the risks considered to be the most significant to the Company.

We outline these risks in our audit report unless legal or regulatory provisions prohibit such public disclosure of the matter.

Zaragoza, Spain 25th June 2020




INEX AUDITORES, S.L.P.

2020 Núm.08/20/01401

Informe de auditoría de cuentas sujeto
a la normativa de auditoría de cuentas
española o Internacional



Signed: 
Member no. 21534 of ROAC
Partner - Auditor

TATA HISPANO MOTORS CARROCERA, S.A.U.
TAX ID N°. A50089119

Financial Year 2019-2020

TATA HISPANO MOTORS CARROCERA, S.A.U.

ANNUAL ACCOUNTS AT 31 MARCH 2020

BALANCE SHEET AT 31 MARCH 2020 (Euros)

ASSETS	Notes	31/03/2020	31/03/2019	EQUITY AND LIABILITY	Notes	31/03/2020	31/03/2019
B) CURRENT ASSETS:				A) EQUITY:			
I. Long term assets held for sale	N 8	1,981,182.63	2,817,669.89	A.1) OWNERS' EQUITY-	N 9	(98,707,105.06)	(96,710,808.12)
II. Inventories		996,246.94	1,358,222.61	I. Share capital		538,092.00	538,092.00
III. Trade and other receivables-		18,732.30	94,115.86	III Other reserves		79,187.00	79,187.00
1. Trade receivables for sales and services	N 6	94,392.51	26,901.56	V Retained income		(97,328,087.12)	(95,620,619.58)
3. Other accounts receivable		56,548.91	13,020.82	VII. Provisions for the period		(1,996,296.94)	(1,707,467.54)
IV. Current financial assets in Group companies and associates	N 11	37,843.60	11,940.94				
V. Current financial assets	N 6.1	150,000.33	150,000.33	B) NON-CURRENT LIABILITIES:			
VII. Cash and cash equivalents		582,141.92	782,899.00	I. Long-term provisions-	N 12	82,678,144.75	4,001,428.97
		109,048.63	108,510.33	II. Non-current payables	N 7	15,682.00	15,682.00
				III. Non-current payables to Group companies and associates	N 7-9-11	3,359,462.75	3,985,746.97
						79,300,000.00	
				C) CURRENT LIABILITIES:			
				II. Short-term provisions	N 12	17,983,122.94	96,237,048.74
				III. Current payables-	N 7	39,548.49	28,744.42
				1. Other financial liabilities		932,324.06	932,324.01
				IV. Current payables to Group companies and associates		932,324.05	932,324.01
				V. Trade and other payables-	N 7-9-11	12,189,482.80	89,567,116.66
				1. Payable to suppliers	N 7	4,851,767.60	4,698,863.65
				2. Payable to suppliers - Group companies and associates		(1,710.55)	(1,710.55)
				3. Other accounts payable	N 7-11	4,564,517.27	4,564,517.27
					N 7	288,960.88	136,056.93
TOTAL ASSETS (A+B)		1,981,182.63	2,817,669.89	TOTAL EQUITY AND LIABILITIES (A+B+C)		1,981,182.63	2,817,669.89

Zaragoza, Spain 27th May 2020
The Board of Directors

Mr. Ganesh Prasad Shetty

Mr. Santosh Suresh Kamat

Mr. Vishal Khosla

INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH 2020 (Euros)

	Notes	Period 2019-2020	Period 2018-2019
CONTINUING OPERATIONS:			
1. Revenue		34,320.90	22,146.94
2. Changes in inventories of finished goods and work in progress	N 8	(412,710.55)	(471,607.29)
4. Procurements-		(24,648.68)	(8,403.64)
5. Other operating income		20,682.38	52,520.67
7. Other operating expenses		(414,976.85)	(287,612.20)
10. SURPLUS OF PROVISIONS	N 12	0.00	105,799.40
11. Impairment losses and gain/losses on disposal of non current assets	N 8	0.00	0.00
12. Other gains or losses		(1,260.68)	209.92
A) LOSS FROM OPERATIONS		(798,593.48)	(586,946.20)
13. Finance income-		560.46	392.33
14. Finance costs-		(1,198,263.92)	(1,120,913.67)
On debts to Group companies and associates	N 11	(913,048.52)	(838,713.30)
On debts to third parties	N 7	(285,215.40)	(282,200.37)
B) FINANCIAL LOSS		(1,197,703.46)	(1,120,521.34)
C) LOSS BEFORE TAX		(1,996,296.94)	(1,707,467.54)
17. Income tax expense	N 10	0,00	0,00
D) LOSS FOR THE PERIOD		(1,996,296.94)	(1,707,467.54)

Zaragoza, Spain 27th May 2020
 The Board of Directors

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 Mr. Santosh Suresh Kamat

 Mr. Vishal Khosla

 **INEX**
 AUDITORES, S.L.P.
 CIF: B-99508244
 ROAC: S2440

1. Company line of business

TATA Hispano Motors Carrocera, S.A.U. (hereinafter, the Company) is an enterprise incorporated in Spain in compliance with the Corporate Enterprises Act. In accordance with its bye-laws, the corporate purpose of the company is the manufacture and sale of bus bodyworks for both the domestic and foreign markets. Its registered offices are located at Ctra. De Castellón, Km. 230.5, Camino del Canal s/n, La Cartuja Baja (Zaragoza).

On 16th March 2005, the corporations Investalia, S.L. and TATA Motors, Ltd., entered into an agreement that offered the latter a purchase option for up to 79% of the shares of Hispano Carrocera, S.A., the terms of implementation of which were subject to the terms governing the agreement that expired in March 2010.

In October 2009, TATA Motors, Ltd. exercised its purchase option set forth in that agreement, thus becoming the sole shareholder of the Company. Since then, the Company has been integrated into the TATA Group, whose parent company is the Indian corporation called TATA Motors, Ltd., with registered offices at Bombay House 24, Homi Mody Street, Mumbai-400 001 and that is the corporation that prepares the Group's consolidated financial statements.

On 3rd February, 2010, the Company changed its name to 'TATA Hispano Motors Carrocera, S.A.U.' as it is currently known.

As explained in Note 11, in the financial year 2015, the Company disposed of its shareholding in TATA Hispano Maghreb, S.A., thus ceasing to act as head of a group of subsidiaries as from 31st March 2015. In consequence, the Company is no longer compelled to separately prepare consolidated annual accounts. In this regard, the annual accounts herein refer exclusively to the specific accounts of TATA Hispano Motors Carrocera, S.A.U.

The financial year for the Company closes on 31st March, which is the close of the corresponding financial year ending 31st March, 2020 (hereinafter, 'financial year 2020'), which refers to the relevant twelve-month period between 1st April 2019 and 31st March, 2020.

2. Basis of presentation of the annual accounts

2.1 Regulatory framework of financial disclosure applicable to the Company

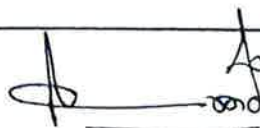
These abridged annual accounts have been prepared by the Company's Board of Directors in accordance with the regulatory framework of financial disclosure applicable to the Company, which is set forth in:

- a) The Commercial Code and other corporate legislation.
- b) The General Chart of Accounts approved by Spanish Royal Decree 1514/2007 and its sector-specific Adaptations.
- c) Norms of an obligatory nature as approved by the Institute of Accounting and Auditing of Accounts in development of the General Chart of Accounts and its complementary norms.

Zaragoza, Spain 27th May 2020
The Board of Directors



Mr. Ganesh Prasad Shetty



Mr. Santosh Suresh Kamat



Mr. Vishal Khosla

 **INEX**
AUDITORES, S.L.P
CIF: B-99508244
ROAC: S244C

d) All other Spanish accounting regulations that may be applicable.

2.2 Faithful image

The accompanying abridged annual accounts have been obtained from the Company's accounting records and are presented in accordance with the regulatory framework of financial disclosure that is applicable to it and, in particular, the accounting principles and criteria contained therein, such that they reflect a true and fair view of the net worth, financial position and year-end results of the Company for the financial year ending 31st March, 2020. These abridged annual accounts, which have been prepared by the Company's Board of Directors, will be submitted for approval by the Sole Shareholder, and it is estimated that they will be approved without any further amendments. Likewise, the financial statements for the year ending 31st March, 2019 were approved by the Sole Shareholder on 30rd September 2019.

2.3 Non-mandatory accounting principles applied

No non-mandatory accounting principles have been applied. In addition, the Board of Directors has drawn up these abridged annual accounts taking into account all the accounting principles and standards of mandatory application that have a significant effect on these annual accounts. No accounting principle of a mandatory nature has been failed to be applied.

2.4 Critical aspects of the assessment and estimation of uncertainty

When preparing the abridged annual accounts attached hereto, estimates made by the Company's Board of Directors have been used to value some of the assets, liabilities, income, expenses and commitments recorded therein. Basically, such estimates refer to:

- Estimation of the fair value of non-current assets held for sale (see Note 4).
- The valuation of inventories (see Note 4)
- The calculation of certain provisions (see Note 4)


Although these estimates have been made on the basis of the best information available at the end of the financial year ending 31st March 2020, it is possible that events may occur in the future that call for adjustments (either upwards or downwards) in coming years, which in any case would be made prospectively, if at all.

2.5 Company prospects: going concern principle

On 23rd September, 2013, the members of the Board of Directors approved the cessation of production as from September of that same year. Said production cessation did not comprise winding up the Company, since it maintains part of its business activity, namely that of selling spare parts and providing warranty services. Likewise, as a consequence of the cessation of bus assembly work, a Regulated Employment Termination scheme was approved in 2014 for

Zaragoza, Spain 27th May 2020
The Board of Directors


Mr. Ganesh Prasad Shetty


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 **INEX**
AUDITORES, S.L.P.
CIF: B-99508244
ROAC: S2440

practically all the Company's employees. During the 2020 and 2019 financial years, the Company has maintained its spare parts supply and warranty provision business.

The attached abbreviated Balance Sheet as at 31st March 2020 shows negative equity for an amount of -98,707 k Euros, so that even after considering the existing participation loans detailed in Notes 9 and 11, the Company is eligible for dissolution, as provided for in Article 363 of the Corporate Enterprises Act. Likewise, at the end of the 2019 financial year, the Company shows negative working capital to the amount of -16,032 k Euros, mainly due to the short-term maturity of an amount of 16,724 k Euros, corresponding to debts with group companies (note 11). These circumstances indicate the existence of a degree of material uncertainty such that significant doubts may arise as to the Company's ability to continue as a going concern.

In this sense, the Company has the financial support of its Sole Shareholder, TATA Motors, Ltd., to ensure its ability to continue operations and with its commitments in regard to the amounts shown in the abbreviated balance sheet attached hereto.

Likewise, the Sole Shareholder will take the necessary measures to restore the equity balance and resolve the cause of dissolution by granting new participation loans for the amounts necessary to rebalance the Company's equity position.

Based on the above, the Board of Directors has drawn up these Abbreviated Financial Statements applying the going concern principle.

2.6 Comparison of information

The information contained in the Abbreviated Notes to the Financial Statements referring to the year ending 31st March, 2020 is presented alongside the same data for the previous financial year – ending 31st March 2019 - for the purpose of comparison. The financial statements for both years were prepared using the abbreviated model, in application of the provisions of Articles 257 and 258 of the Spanish Corporate Enterprises Act.

2.7 Grouping of items

Certain items on the abbreviated Balance Sheet and the abbreviated Income Statement are presented in groups to facilitate their comprehension, although, to the extent that it is significant, certain detailed information has been given in the corresponding section of the accompanying Abbreviated Notes.

2.8 Changes in accounting criteria

During the year ending 31st March 2020, no significant changes in accounting criteria have taken place with respect to the criteria applied in the year ending 31st March, 2019.

Zaragoza, Spain 27th May 2020
The Board of Directors



Mr. Ganesh Prasad Shetty



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 **INEX**
AUDITORES, S.L.P.
CIF: B-99502244
BOAC: 82440

2.9 Correction of errors

In the preparation of the accompanying abridged annual accounts, no significant error was detected that would give rise to a restatement of the amounts included in the annual accounts for the financial year ending 31st March, 2019.

3. Application of the result

The Board of Director's proposal as to how the losses for the year ending 31st March 2020 should be applied and which will be submitted to the approval of the Sole Shareholder comprises writing those losses down to "Previous years' losses" to be made good in future financial years.

4. Recording and valuation rules

The main recording and valuation rules used by the Company to prepare its abbreviated financial statements for the year ending 31st March 2020 in accordance with those established by the Spanish General Chart of Accounts were as follows:

4.1 Intangible fixed assets

Intangible assets are initially recognised at their acquisition price or production cost. Subsequently, they are valued at cost minus the relevant accumulated depreciation and, as the case may be, any impairment losses that they have undergone. These assets are depreciated on the basis of their service life.

1. Research and development expenses:

The Company follows the criterion of recording the research costs it incurs during the year on the P&L account. However, they are capitalised when the following conditions are met:

- They are specifically broken down into individual projects, the costs of which can be clearly established.
- There is a good reason to have confidence in the technical success and economic and commercial profitability of the project.

With respect to development costs, these are capitalised when the conditions shown above for capitalising research expenses are met.

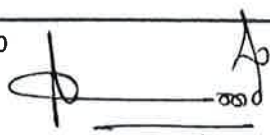
The assets thus generated are depreciated linearly throughout their useful service life (over a maximum period of 5 years) counting from the date on which the project is concluded.

Should any doubts exist in regard to the technical success or economic profitability of the project, then the cost amounts recorded on the asset are charged directly to the abbreviated P&L account for the year in hand.

During the 2014 financial year, the Company divested a part of its R&D assets that it kept at that year-end and impaired the rest of its assets, as its expectations of the

Zaragoza, Spain 27th May 2020
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recoverable amount were lower than the net book value, as is detailed in Note 5, for which no balance under this heading is shown at year-end 2020 and 2019.

2. Industrial Property:

The amounts paid for the expenses incurred as a result of registering the Divo brand name developed by the company under which it operates in some of its commercial transactions are booked to this account.

In the 2014 financial year, the Company impaired the entire balance booked to this account as it considered that the value shown on the books was not recoverable.

3. Software:

The Company books to this account the costs it incurs in the acquisition and development of computer programmes, including the costs of developing websites. IT software maintenance costs are booked to the abbreviated P&L account for the year in which they are incurred. IT software is depreciated by applying the linear method over a period of 5 years.

In the 2014 financial year, the Company impaired the total balance booked to this account, as it considered the net value held on the books not to be recoverable.

Impairment of intangible and tangible assets

At the close of each financial year, the Company carries out the so-called "impairment test" on intangible assets with an indefinite lifespan or whenever there are indications of impairment for other assets in order to ascertain the possible existence of value losses that indicate that those assets have a recoverable value lower than their net book value.

The amount recoverable is taken to be the highest of either its fair value minus selling costs or its in-use value. To estimate the in-use value, the current value of the future cash flows of the asset in question (or of the cash generating unit that it belongs to, where applicable) is worked out using a weighting discount that reflects both the value of money over time and the specific risk associated with the asset. When it is estimated that the recoverable value of an asset is less than its net book value, the difference is recorded as a charge under "Impairments and Losses" on the abbreviated Profit and loss statement. Recognised losses as a result of an asset impairment are reversed by a credit on the afore-mentioned account when estimates of their recoverable amount improve, thus increasing the value of the asset up to the limit of the book value that the asset would have had should such restating not have been carried out, except in the case of goodwill, the impairment of which is irreversible.


4.2 Tangible fixed assets

Tangible fixed assets are initially valued at their purchase price or production cost, and are subsequently reduced by the corresponding aggregate depreciation and impairment losses, if any, in accordance with the criteria explained in Note 4.1.

Maintenance costs for the various items that make up the tangible fixed assets are charged to the abbreviated profit and loss statement for the year in which they are incurred. On the other hand, amounts invested in improvements that contribute to

Zaragoza, Spain 27th May 2020
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increasing the capacity or efficiency or to lengthening the service life of those assets are booked as a higher item cost.

The costs of any work the Company does on its own fixed assets are booked as the sum cost resulting from adding external costs to internal costs, taken to be the consumption of materials, direct labour involved and general manufacturing expenses calculated according to absorption rates similar to those applied for valuing stocks.

As a result of the cessation of production described in Note 2.5, the Company classified the tangible fixed assets, once their recoverable value had been assessed, under the heading "Non-current assets held for sale" on the abbreviated Balance Sheet, as described in Note 8.

4.3 Financial instruments

1. Financial assets

Classification

Financial assets held by the Company are classified in the following categories:

1. **Loans and receivables:** financial assets as a result of the sale of goods or the provision of services through the Company's trade operations, or those that although they are not trade-related, are neither equity instruments nor derivatives and the amount collectable on them is fixed or can be determined and they are not traded on an active market.
2. **Investments in the equity of group companies, associates and jointly controlled entities:** group companies are taken to be those related to the Company through a controlling relationship, plus related companies over which the Company exercises significant influence. Additionally, the multi-group category is taken to include companies over which, by virtue of an agreement, it exercises joint control with one or more partners.


Receivable loans and trade receivables are initially booked at the fair value of the amount handed over plus all directly attributable transaction costs. Subsequently, these assets are valued at their amortised cost.

Investments in group, associate and jointly-controlled companies and entities are valued at cost minus, where appropriate, any amount lost as accumulated impairment. These corrections are calculated as the difference between their net book value and the recoverable amount, understood as the greater amount between their fair value minus selling costs and the present value of the future cash flows derived from the investment. Unless better criterion to value the recoverable amount is available, the net equity of the investee entity is taken into account, adjusted for any implicit capital gains existing as at the valuation date (including goodwill, if any).

At least at every year-end, the Company runs an impairment test on its financial assets that are not booked at fair value. It is considered that there exists objective cause for impairment when the recoverable value of the financial asset is lower than

Zaragoza, Spain 27th May 2020
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its net book value. When that occurs, this impairment is booked to the abbreviated Profit and loss statement.

In particular, as far as adjusting the value of trade and other receivables is concerned, these items are classed, when applicable, as bad debt and the corresponding impairment booked on the basis of individual assessment of the relevant debit balances in order to determine the amounts that can be considered doubtful when the debtor's insolvency is obvious or, among other measures, when deadlines have been overlooked and the appropriate collection procedures have still not led to a successful recovery of the amount owed.

2. Financial liabilities

Financial liabilities are those debits and payments to be made by the Company which owe their origin to the purchase of goods and services as part of the Company's trade operations or also those that, even though not commercial in nature, cannot be considered as derivative financial instruments.

Debits and payables are initially valued at the fair value of the amount received, adjusted to offset all costs directly attributable to the transaction. Subsequently, these liabilities are valued according to their depreciated cost. In particular, the difference between the amount received from public bodies as a loan with a lower interest rate than the standard market rate and its current value at the time the loan was made is booked as a subsidy.

The Company writes off financial liabilities when the obligations that generated them have disappeared.

4.4 Inventories

Inventories are valued at their purchase price, production cost or net realizable value, whichever is lowest. Trade discounts, rebates, and other similar items and interest charged to payable debits are deducted from the calculated purchase price. If they require a period of time longer than one year to be sold, the relevant financial expenses are included in the book value.

When the net realizable value is lower than its purchase price or production cost, the value will be adjusted accordingly to recognise these inventories as an expense in the Profit and Loss statement.


The purchase price includes the amount on the invoice after deducting any sale discount and adding all expenses incurred up until the goods are on sale, such as transportation, customs duties, insurance and other costs directly attributable to the acquisition of the stocks.

The Company undertakes an assessment of the net realizable value of its stocks at year-end and books the relevant loss when they are overvalued.

When the circumstances that previously gave rise to that lower valuation have ceased to exist or when there is clear evidence that the net realizable value has increased as a result of a change in economic circumstances, the amount booked is reversed.

Zaragoza, Spain 27th May 2020
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4.5 Foreign currency transactions

The operating currency used by the Company is the Euro. Consequently, transactions in currencies other than Euros are considered to be denominated in foreign currency and are booked at the exchange rates prevailing on the dates transactions take place.

At the close of the financial year, monetary assets and liabilities denominated in foreign currency are converted by applying the exchange rate applicable as at the date of the abbreviated Balance Sheet. Any profits or losses thus generated are booked directly to the abbreviated P&L account for the year in which they occur.

4.6 Tax on profits

The income tax expense or credit covers both the part related to expenses or income from current tax and the part corresponding to deferred tax expenses or income.

Current tax is the amount that the Company pays as a result of assessing tax on operating profits for any one financial year. Tax deductions and other tax benefits in the taxable base, excluding withholdings and pre-paid instalments, plus any compensable tax losses from previous years that are effectively applied in the current year all lower the final amount of current tax payable.

Deferred tax expense or income refers to the recognition and cancellation of deferred tax assets and liabilities. These include any timing differences, which are identified as those amounts that are expected to be payable or recoverable stemming from the difference between the carrying amounts of assets and liabilities and their tax value, as well as any negative tax bases to be offset and tax credits for fiscal deductions that have not been taxed. These amounts are booked by applying to the relevant timing difference or credit the tax rate at which they are expected to be recovered or settled.

Deferred tax liabilities are recognised for all taxable timing differences, except those derived from the initial recognition of goodwill or other assets and liabilities in an operation that does not affect either the end tax result or the book result and is not a combination of businesses.

On the other hand, deferred tax assets are only recognised to the extent that it is considered likely that the Company will have future taxable profits against which to offset them.

Assets and liabilities for deferred taxes that are based on operations and directly charged or credited to equity accounts are also booked with a counter-entry in net equity.

At the end of each accounting period, all deferred tax assets on the books are revalued and the appropriate corrections made to them to adjust for the extent of doubt existing in regard to their future collection. In addition, deferred tax assets not booked on the balance sheet are valued at each closing date and are recognised to the extent that it is likely they will be recovered with future tax credits.

Zaragoza, Spain 27th May 2020
The Board of Directors

Mr. Ganesh Prasad Sheth

Mr. Santosh Suresh Kamat

Mr. Vishal Khosla

4.7 Income and expenses

Income and expenses are booked following the criterion of accrual, i.e., when the actual flow of the goods and services they represent occurs, regardless of when the monetary or financial flow deriving from them occurs. Such income is valued at the fair value of the amount received, minus discounts and taxes.

Revenues from sales are recognised when the significant risks and rewards of ownership of the property sold have been transferred to the buyer and current management of that property or effective control over it no longer exist.

Interest received from financial assets is recognised using the effective interest rate and dividends method when the shareholder's right to receive them is stated. In any case, interest and dividends on financial assets accrued after the acquisition date are recognised as income on the abbreviated profit and loss statement.

4.8 Provisions and contingencies

When preparing the annual accounts, the Board of Directors differentiates between:

1. Provisions: credit balances that cover current obligations derived from past events, whose cancellation is likely to cause an outflow of resources but which cannot be determined in terms of their amount and/or exact time of cancellation.
2. Contingent liabilities: possible obligations arising as a result of past events, whose future materialisation is conditioned by the occurrence, or not, of one or more future events beyond the Company's own control.


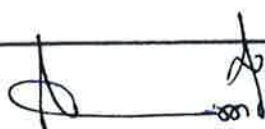
The abridged annual accounts include all provisions in regard to which it is estimated that the likelihood of having to meet the obligation is greater than the likelihood of not having to meet them. Except for those that are considered to be remote, contingent liabilities are not recognised in the annual accounts but are reported in the Notes to the abbreviated annual report. Specifically, the abridged annual accounts include a provision which aim is to meet the costs of post-sale long- and short- term warranties that the Company has committed to with its customers.

Provisions are valued at the present value of the best possible estimate of the amount required to cancel or transfer the obligation on the basis of available information about the event and its consequences, and any adjustments as a result of updating such provisions are booked as a financial expense as it accrues.

Compensation to be received from third parties as and when an obligation is settled, provided that there is no doubt that said reimbursement will be received, is booked as an asset, except when a legal connection exists through which part of the risk has been externalised and as a result, the Company is not obliged to respond; in this situation, such compensation is taken into account when estimating the amount of the relevant provision to be booked, if any.

4.9 Equity items of an environmental nature

Environmental assets are understood to refer to assets that have long-term usage in the Company's business activities and whose main purpose is to minimise the



environmental impact and to protect and improve the environment, including reducing or eliminating future pollution.

The Company's business, given its stated nature, produces no significant environmental impacts other than those mentioned in Note 13.8.

4.10 Transactions with related parties

The Company performs all its operations with related parties at arm's length values. In addition, transfer prices are adequately managed and supported, so the Board of Directors considers no significant risks exist in this regard that might give rise to significant liabilities in the future.

4.11 Non-current assets and disposable groups of items held for sale

The Company classifies a non-current asset or a disposable group as held for sale when it has taken the decision to sell it and it is estimated that the sale will be carried out within the next twelve months.

These assets or disposable groups are valued at their book value or their fair value minus the costs necessary for the sale, whichever is lower.

Assets classified as non-current held for sale are not depreciated but rather, at the date of each balance sheet, their book value is adjusted accordingly so that it does not exceed the fair value minus costs to sell.

Revenues and expenses generated by non-current assets and disposable groups of items held for sale that do not meet the requirements to qualify as discontinued operations, are recognised on the P&L under the relevant heading according to the nature of each one.

4.12 Discontinued operations

No discontinued operations have occurred during this financial year.

5. Intangible assets, tangible assets and property investments

The Company has not made any changes in this section of the abbreviated Balance Sheet for 2020 and 2019 financial years and all intangible assets are fully impaired. The detail is as follows, in Euros:

Zaragoza, Spain 27th May 2020
The Board of Directors

Mr. Ganesh Prasad Sharma

Mr. Santosh Suresh Kamat

Mr. Vishal Khosla

DESCRIPTION	Euros
Research and Development:	
Cost	10,512,698.00
Depreciation	-9,242,182.00
Impairment	-1,270,516.00
Patents:	
Cost	13,278.00
Impairment	-13,278.00
Software:	
Cost	1,807,000.00
Depreciation	-1,270,213.00
Impairment	-536,787.00
Total:	
Cost	12,332,976.00
Depreciation	-10,512,395.00
Impairment	-1,820,581.00
Net Total	

As at year-end closing on 31st March 2020 and 2019, the Company had no firm commitments for the purchase of fixed assets.

6. Financial assets

6.1 Short-term financial investments

The balance of accounts under the heading "Short-term financial investments" at the close of the years ending 31st March 2019 and 2020 is as follows (in Euros):

Categories	Classes	Short-term financial instruments	
		Loans, derivatives & sundries	
		31/03/20	31/03/19
Loans and receivables -			
Financial investments		510,129.92	710,847.00
Bank deposits		510,129.92	710,847.00
Equity instruments -			
Investment in equity instruments		72,012.00	72,012.00
Total		582,141.92	782,859.00

The heading "Bank deposits" includes various deposits with short-term maturity amounting to 299,415.92 Euros as at 31st March, 2020, (500,133.00 in the previous year), part of which are pledged as collateral for certain trade operations (see Note 13.2). In addition, this heading also includes the booking of a loan with a company in the amount of 200,714.00 Euros - the same amount as in the previous year, as a guarantee of compliance with certain trading terms, with the intention that, as soon as the warranty period ends, that amount will be returned to the Company. The Company has itemised it along with bank deposits under the assumption that both amounts are of the same nature.

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The heading "Trade and service receivables" as at 31st March 2020 and 2019 on the abbreviated Balance Sheet attached is shown net of impairments.

The average interest rate for the various deposits does not differ from the standard interest rate payable for such operations on the open market.

6.2 Corrections for impairment due to credit risk

The movements due to impairment adjustments made to short-term financial instruments for the financial years 2020 and 2019 are as follows:

Year 2020:

Description	31/03/2019	Impairments recognised during the year	Reversed impairment	31/03/2020
Receivables – Trade customers	1,904,401.00	-	-	1,904,401.00
Receivables – Group customers	615,487.47	-	-	615,487.47

Year 2019:

Description	31/03/2018	Impairments recognised during the year	Reversed impairment	31/03/2019
Receivables – Trade customers	1,904,401.00	-	-	1,904,401.00
Receivables – Group customers	615,487.47	-	-	615,487.47

The amount booked as impairment of receivable items is included under the "Trade Losses, Impairment and Changes to Provisions" heading in the accompanying abbreviated Profit and loss statement.

7. Financial liabilities

a. Classification by due dates

Amount of debts falling due in the five years following the end of the current financial year and other debts up to the final due date.

	Year 20-21	Year 21-22	Year 22-23	Year 23-24	Year 24-25	Following 6 years	Total
Payable to credit entities							
Competitiveness Plan loan 2009	595,217.16	595,217.00	595,217.00	595,217.00	595,217.00	0.00	2,970,188.36
Competitiveness Plan loan 2019	316,039.04	316,039.04	316,039.04	316,039.04	316,039.04	316,039.04	1,596,229.04
Payable to group and related entities:							
Participation loans						79,300,000.00	79,300,000.00
Other loans							
Interest payable	12,006,511.00						12,006,511.00
Other Group payables	74,971.80						74,971.80
Other liabilities	21,047.06						21,047.06
Trade and sundry accounts payable:							
Group suppliers	4,564,517.27						4,564,517.27
Other creditors	283,164.99						283,164.99
Total	17,939,489.12	911,277.04	911,277.04	911,277.04	911,277.04	79,616,039.04	101,200,639.52

The average interest rate for the various types of non-trade debts does not differ from the market standard set for such transactions.

Long term payables with Group companies and related parties

In prior financial years, the Company was awarded various participation loans amounting to 7,000 K Euros (in March 2008), 8,000 K Euros (in March 2009), 9,400 K Euros (in May and December 2009 and in March 2010), and 12,900 K Euros (in May 2010 and March 2011). Likewise, in May, June and November 2011, the Company received three new participation loans from its Sole Shareholder for amounts of 5,000 K Euros, 5,200 K Euros and 3,000 K Euros, respectively. During 2012, it received further loans for a total amount of 12,800 K Euros. All the participation loans accrue a fixed interest rate, as well as variable interest depending on how the Company's business evolves.

During 2013, the Company signed a novation agreement with its Sole Shareholder on the aforementioned participation loans amounting to 63,300 K Euros, which set a maturity date for all of them for the year 2018. Additionally, in March 2014, the Company received a new loan for an amount of 15,000 K Euros, for which the contract was formally signed in 2015 and established its termination date within the 2019 financial year. All equity loans have been extended by agreement of the parties.

On 21 May 2019, a new participating loan agreement was signed for EUR 6,185 thousand, of which a total of EUR 1,000 thousand was received.

In accordance with current legislation, participation loans constitute a liability for the Company but are to be considered as equity for the purpose of reducing capital and liquidating companies as provided for in Article 363 of the Corporate Enterprises Act.

Long term debts



J. J. Khanda

As of 31st March 2020, and 31st March 2019, the amount included under the caption "Long-term debt" includes an amount of 3,359,461.75 Euros and 3,985,746.97 Euros respectively, corresponding mainly to the current value of loans at a zero interest rate, whose main features are described below:

In April 2009 and March 2010, the Company received notification from the General Directorate of Industry of the award of subsidies for the execution of actions and projects within the framework of the Competitiveness Plan in the automotive sector. The aid, granted in April 2009 and equivalent to 65% of the total fundable budget, consisted of a non-refundable subsidy for an amount of 984,696 Euros and a loan at zero interest rate for a nominal amount of 6,506,219 Euros, a five-year interest-only repayment period and maturity in May 2024. The aid awarded in March 2010, equivalent to 61% of the total fundable budget, consisted of a loan at zero interest rate for a nominal amount of 4,060,124 Euros, a five-year interest-only repayment period and maturity in June 2025. The current value of the loans as at 31st March 2020 amounts to 2,636,278.86 Euros for the 2009 competitiveness loan and 1,634,460.34 Euros for the 2010 competitiveness loan. Of this amount, a total of 911,277.00 Euros are booked under the caption "Short-term debt - Other financial liabilities" on the accompanying abbreviated Balance Sheet and corresponds to an amount of 595,237 Euros for the 2009 competitiveness loan and 316,040 Euros for the 2010 competitiveness loan.

The subsidies received were used to finance the Company's breakthrough actions and necessary investments aimed mainly at developing the most competitive segments of the automotive market in the future, such as hybrid and electric vehicles that incorporate the most advanced technology to respond to the important challenges of energy efficiency and reduction of CO₂ emissions.

The repayment schedule for both loans, in nominal values expressed in Euros, is shown below:

Repayment instalments	Other financial liabilities	
	2009 Competitiveness Plan loan	2010 Competitiveness Plan loan
2020	595,237	316,040
2021	595,237	316,040
2022	595,237	316,040
2023	595,237	316,040
2024	595,237	316,040
2025	-	316,051
Total	2,976,185	1,896,251

- b. There are no debts backed by a real guarantee.
- c. No defaults have occurred in the payment of loans.
- d. The interest debt corresponds to the outstanding interest on the participation loans explained in Notes 9 and 11.
- e. At financial year-end 2020 and 2019, the Company does not have any lines of discount or credit facilities.

Zaragoza, Spain 27th May 2020
 The Board of Directors

Mr. Ganesh Prasad Shetty

Mr. Santosh Suresh Kamat

Mr. Vishal Khosla

8. Non-current assets held for sale

As a result of the cessation of production described in Note 2.5, in 2014 the Company classed its tangible fixed assets and part of the inventories under the heading "Non-current assets held for sale" on the abbreviated Balance Sheet, once the conditions described in Note 4 had been fulfilled.

Given that the requirements established in the General Chart of Accounts are met, the following assets detailed below are classified as "Non-current assets held for sale":

Description	31/03/2020	31/03/2019
Tangible fixed assets	996,246.94	996,246.94
Inventories	-	361,975.67
Total	996,246.94	1,358,222.61

During the financial years 2020 and 2019, no assets classified under this heading have been disposed of.

As at 31st March 2019, a value impairment for a total amount of 361,975.67 Euros, 471,607.29 Euros in the previous year, was booked to the income statement of the financial year. No other indications of loss of value on these assets have been identified and the Board of Directors estimates that their recoverable value is greater than their book value.

The Company's policy is to take out insurance policies to cover the possible risks to which the various items in its tangible fixed assets and inventories may be subjected to. At the close of the financial years ending 31st March 2020 and 2019, there is no deficit in the cover relating to those risks.

9. Net shareholders' equity

At the close of the financial years ending 31st March 2020 and 2019, the Company's share capital amounts to 538,092 Euros, split into 134,523 shares with a nominal value of 4 Euros each, all of the same class, fully subscribed and paid up, and TATA Motors, Ltd is the sole shareholder of the Company.

The Company's shares are not listed on the Stock Exchange.

Legal Reserve

In accordance with the Spanish Corporate Enterprises Act, a public limited company must allocate a figure equal to 10% of the annual profits to the legal reserve until the reserve reaches at least 20% of the share capital. The part of the legal reserve that exceeds 10% of the already widened share capital may be used to increase the stock capital. Except for the afore-mentioned purpose and as long as it does not exceed 20% of the share capital, this reserve may only be used to offset losses and provided there are no other reserves available for such purpose.

On 28th August 2006, it was used to offset losses from previous years in the amount of 799,388 Euros, so that as at 31st March 2020 and 2019, there is no remaining legal reserve to be used.

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The Board of Directors

Mr. Ganesh Prasad Shetty

Mr. Santosh Suresh Kamat

Mr. Vishal Khosla

Equity matters

In accordance with Article 363 of the Spanish Corporate Enterprises Act (CEA), the Company will be liable for dissolution when the losses have reduced its net worth to an amount equalling less than half of the capital stock, unless the stock is increased or reduced sufficiently and whenever it is not appropriate to request the declaration of insolvency.

As at 31st March 2020, the Company has two participation loans, granted by its Sole Shareholder for a total amount of 79,300,000 Euros (see Note 11). According to current legislation participation loans constitute a liability for the Company but shall be considered as equity for the purposes of capital decrease and winding-up of companies established in article 363 of the CEA.

Thus, the computable net equity for the purposes of the afore-mentioned articles of the CEA is as follows:

	Euros
Net equity as at 31/03/2020	(98,707,105.06)
Participation loans	79,300,000.00
Net equity as per Art. 363 CEA	(19,407,105.06)

The Sole Shareholder will take the necessary measures to restore the equity balance and resolve the cause of dissolution by granting new participation loans in the amount necessary to rebalance the company's equity position.

10. Tax matters

Tax on profits

The breakdown of Corporate Tax expense is as follows (in Euros):

	31/03/2020	31/03/2019
Current tax	-	-
Deferred tax:		
For continued trading	-	-
Total tax expense	-	-

The reconciliation between the book result and the Corporate Tax base is as shown below:

Zaragoza, Spain 27th May 2020
The Board of Directors

Mr. Ganesh Prasad Shetty

Mr. Santosh Suresh Kamat

Mr. Vishal Khosla

	Euros	
	2020	2019
Pre-tax income for the year per books	(1,996,296)	(1,707,467)
Permanent differences -		
<i>Non-deductible expenses</i>	1,960	543
<i>Sale of shareholding</i>		
Temporary differences -		
<i>Non-deductible financial expenses</i>		
<i>Reversed impairment on balances with related parties</i>		
<i>Application of provisions</i>		
<i>Restriction on financial expense deductions</i>	197,703	120,521
<i>Effects of the difference between book and tax valuation</i>	361,975	471,607
Taxable income	(1,434,657)	(1,114,795)

Information on temporary differences booked on the Balance Sheet as at year-end

The positive adjustment made to the taxable income reflected under the concept "Restriction on financial expense deductions" refers to the restricted deductibility of those expenses according to the provisions of Royal Decree -Law 12/2012 of 30 March and which remains in full force in Law 27/2014 of 27 November 2014.

Deferred tax assets booked and not booked

As at 31st March 2020 and 2019, the Company has not booked any deferred tax assets on the abbreviated Balance Sheet attached given that it considers that any future offset does not meet with the required degree of likelihood set forth in accounting rules.

At the close of the financial year ending 31st March 2020, the detail of the tax losses generated and non-capitalised deductions awaiting application is as follows:

As at 31st March 2020

	Euros
Taxable losses	
From the financial year 2005/2006	2,758,494
From the financial year 2006/2007	6,905,304
From the financial year 2007/2008	9,801,118
From the financial year 2008/2009	10,430,129
From the financial year 2009/2010	9,980,023
From the financial year 2010/2011	10,586,354
From the financial year 2011/2012	13,354,962
From the financial year 2012/2013	13,607,374
From the financial year 2014/2015	11,381,323
From the financial year 2015/2016	1,467,146
From the financial year 2016/2017	1,562,824
From the financial year 2017/2018	1,361,105
From the financial year 2018/2019	1,114,795
From the financial year 2019/2020	1,434,657
Deductible financial expenses	5,529,012
Deductible amortisation	917,717
Outstanding deductions falling due between 20/21 and 2027/28	2,272,004
Total	104,464,440

Zaragoza, Spain 27th May 2020
 The Board of Directors

Mr. Ganesh Prasad Shetty

Mr. Santosh Suresh Kamat

Mr. Vishal Khosla

Financial years still open to tax authority checks and audits

As is provided for in current legislation, taxes cannot be considered definitive until tax returns have been inspected by the tax authorities or the limitation period of four years has expired. As at 31st March 2020, the Company has the last four years open to inspection by authorities in respect of Corporate Tax, as well as other taxes applicable to it. The Company's Board of Directors considers that the settlements of the afore-mentioned taxes were properly undertaken, so even in the event that discrepancies arise in the interpretation of current regulations in regard to the tax treatment applied to its operations, any resulting liabilities, if they do materialise, would not significantly affect the abridged Annual Accounts attached hereto.

11. Operations and balances with related parties

11.1 Operations with related parties

The table below provides details of the operations carried out with related parties during the financial years ending 31st March 2019 and 2018 (in Euros):

Year 2020

	TATA Motors, Ltd.
Financial expenses	913,048.52
Other operating income	20,682.38

Transactions with the Sole Shareholder, TATA Motors, Ltd., refer basically to the interest accrued on the participation loans as per the terms thereof, as well as other operating income, in respect of the repayment of insurances.

Year 2019

	TATA Motors, Ltd.
Financial expenses	838,713.30
Other operating income	52,520.67

Balances with related parties

The amount of the balances with related companies on the abbreviated Balance Sheet as at 31st March 2020 and 31st March 2019 is as follows:

Zaragoza, Spain 27th May 2020
The Board of Directors

Mr. Ganesh Prasad Shetty

Mr. Sanrosh Suresh Kumar

Mr. Vishal Khosla

Year 2020

	TATA Motors Ltd. Sucursal	TATA Motors, Ltd	Total
ASSETS			
Short term investments:			
Short term loans	-	150,000.00	150,000.00
Current accounts	249,048.79	-	249,048.79
LIABILITIES			
Long term payables:			
Participation loans received		79,300,000.00	79,300,000.00
Short term payables:			
Unpaid accrued interest	-	12,086,511.00	12,086,511.00
Trade debts	-	4,564,517.27	4,564,517.27
Current accounts	-	322,020.60	322,020.60

Year 2019


	TATA Motors Ltd. Sucursal	TATA Motors, Ltd	Total
ASSETS			
Short term investments:			
Short term loans	-	150,000.00	150,000.00
Current accounts	228,366.42	-	228,366.42
LIABILITIES			
Long term payables:			
Participation loans received			
Short term payables:			
Unpaid accrued interest	-	11,173,462.48	11,173,462.48
Trade debts	-	4,564,517.27	4,564,517.27
Loan received	-	78,300,000.00	78,300,000.00
Current accounts	-	322,020.60	322,020.60


Up until the 2014 financial year, the Company held debit and credit balances with TATA Hispano Maghreb, S.A., the origin of which lay fundamentally in commercial transactions. As a consequence of the sale of its stake in that company, no commercial transactions were carried out with TATA Hispano Maghreb, S.A., and the balances appear as overdue and totally impaired, given their doubtful recovery. There have been no movements in this financial year.

The debit balance with TATA Motors, Ltd. booked under "Short-term loans" refers to the loan arising from the sale of the Company's interest in TATA Hispano Maghreb S.A. to the Sole Shareholder, for which the Company received 1,200 k Euros in 2019 (1,300 k Euros in the previous year). The payable balances correspond on the one hand to the participation loan and its accrued and unpaid interest and, on the other, to the current balances on the monthly lease payments for the land and buildings where the Company carried on its business, fully subscribed up to the year 2014.

The heading "Participation loans received" includes the participation loans granted by its Sole Shareholder (see Note 9).

Zaragoza, Spain 27th May 2020
 The Board of Directors


 Mr. Ganesh Prasad Shetty


 Mr. Santosh Suresh Kamat


 Mr. Vishal Khosla

 **INEX**
 AUDITORES, S.L.P.
 CIF: B-99508244
 ROAC: S2440

Additional Information:

Board of Directors' and Senior Management Remuneration

During the years 2020 and 2019, the members of the Company's Board of Directors and Senior Management have not received any remuneration of any type. Similarly, the Company has not allowed credit balances for salaries, allowances or other forms of remuneration, nor has any advance or loan been granted.

Senior Management duties have been carried out during 2020 and 2019 by the members of the Board of Directors.

Information in regard to situations of conflict of interests involving members of the Board of Directors

The members of the Board of Directors and the persons related to them, as defined in Article 231 of the Consolidated Text of the Corporate Enterprises Act (CTCEA), have not been found to be involved in situations of conflict of interest, as provided for in Article 229 of the aforementioned Act, nor has any notice of the type described in Section 3 of the afore-mentioned article been delivered to the Board of Directors or the rest the Management, which is why these abridged annual accounts do not include any further detail in this regard.

12. Provisions and contingencies


The following tables provide details of the provisions booked on the abbreviated Balance Sheet as at the close of the relevant financial years on 31st March 2020 and 2019, as well as the main movements booked during the year (in Euros):


Year 2020 Long-term provisions	Balance as at 31/03/2019	Additions	Consumed or applied	Balance as at 31/03/2020
Warranties	15,682.00	-	-	15,682.00
Total long term	15,682.00	-	-	15,682.00

Year 2020 Short term provisions	Balance as at 31/03/2019	Additions	Consumed or applied	Balance as at 31/03/2020
Warranties	28,744.42	185,714.39	-146,165.90	39,548.49
Total short term	28,744.42	185,714.39	-146,165.90	39,548.49

Year 2019 Long-term provisions	Balance as at 31/03/2018	Additions	Consumed or applied	Balance as at 31/03/2019
Warranties	15,682.00	-	-	15,682.00
Total long term	15,682.00	-	-	15,682.00

Zaragoza, Spain 27th May 2020
 The Board of Directors


 Mr. Ganesh Prasad Shetty


 Mr. Santosh Suresh Kumar


 Mr. Vishal Khosla

Year 2019 Short term provisions	Balance as at 31/03/2018	Additions	Consumed or applied	Balance as at 31/03/2019
Warranties	98,726.08	-	-69,981.66	28,744.42
Other claims	105,799.40	-	-105,799.40	-
Total short term	204,525.48	-	-175,781.06	28,744.42

The provisions for warranties cover the possible costs that the Company may incur in compliance with the legal regulations regarding guarantees or other agreements reached with its customers for sales made in previous years. During the financial year 2020, an amount of 146,165.90 Euros was applied for this reason (€69,981.66 in the previous year).

Under the heading "Other claims", a provision was booked that was initially for € 219,099.07 corresponding to a claim made by a third party in regard to a defective component. At the end of the year 2019, this provision is shown on the Balance Sheet as an amount of € 0.00.

13. Other information

13.1 During the years ending 31st March 2020 and 2019, there have been no paid employees at the Company.

The Board of Directors is made up of three members.

13.2 Off-balance agreements.

As at 31st March 2020, the Company has taken out guarantee bonds amounting to 60,000 euros, 260,718 Euros in the previous year, with certain banks in favour of third parties as a result of its trading activities, which are in turn guaranteed by pledged securities, as described in nota 6.1. On 29th March 2019 the final certificate of acceptance has been signed for 4 vehicles, secured by a guarantee for 200,718 Euros, which has meant the return of the said guarantees.

Furthermore, there is a guarantee granted to a company amounting to €200,714 in compliance with certain trading terms, which state that when the warranty expires, that amount shall be returned to the Company.

As at the date these abridged accounts were drawn up, the Company has not entered into any other agreements that are not included on the Balance Sheet and which have not been reported in other Notes to this Auditor's Report.

13.3 Results obtained outside the Company's normal line of business included under the heading "Other results" correspond to extraordinary expenses amounting to 1,960.68 Euros during the current financial year and to 543.68 Euros during the previous financial year, and to extraordinary revenue amounting to 700.00 Euros, during the current financial year and 753.60 Euros during the previous financial year. The expenses mainly include fines, and the revenues, restatements of balances.

Zaragoza, Spain 27th May 2020
 The Board of Directors

Mr. Ganesh Prasad Shetty

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- 13.4 Subsidies, donations and legacies. There are none.
- 13.5 No financial commitments, guarantees or contingencies exist that are not shown on the Balance Sheet.
- 13.6 No other transactions or events over and above those set out herein have had any significant impact on the conclusions presented in these abridged annual accounts.
- 13.7 The breakdown of fees for auditing the accounts and other services provided by the auditors is presented below.

Concept	2020 (€)	2019 (€)
Fees for auditing accounts	13,000.00	13,000.00

13.8 Environmental matters

The Company does not have assets of its own that might generate a negative environmental impact.

The Company has not incurred expenditures for the purpose of protecting and improving the environment during the years ending 31st March 2020 and 31st March 2019. Given the Company's stated line of business, it does not have any liabilities, expenses, assets nor provisions or contingencies of an environmental nature that may be significant in relation to its equity, financial situation and results. For this reason, no specific breakdowns are included in this abbreviated report.

14. Information about deferred payments to suppliers. Third additional provision "Duty of disclosure" in Law 15/2010 of 5th July 2010

The information required for disclosure pursuant to Additional Provision Three of Law 15/2010 of 5th July 2010 (modified through the Second Final Provision of Law 31/2014 of 3rd December) and prepared in accordance with the Resolution of the Spanish Institute of Accounting and Account Auditing (ICAC) published on 29th January 2016, regarding the information to be included in abbreviated reports of annual accounts in respect of the average length of time for payments to suppliers in trade operations is shown in detail below.

	2020	2019
Average length of time for payments to suppliers	288	271

In accordance with the ICAC Resolution for calculating the average length of time for payments to suppliers, we have been taken into account all trade operations in respect of the delivery of goods or provision of services undertaken since the date Law 31/2014 of 3rd December came into force.

Zaragoza, Spain 27th May 2020
The Board of Directors

Mr. Ganesh Prasad Shetty

Mr. Santosh Suresh Kamat

Mr. Vishal Khosla

For the sole purpose of disclosing the information required by this Resolution, suppliers are considered herein to be trade payables for debts with suppliers of goods or providers of services, included under the headings "Suppliers" and "Other payables" within the Current Liabilities shown on the abbreviated Balance Sheet.


"Average length of time for payments to suppliers" is understood to refer to the period of time that elapses between the delivery of the goods or the provision of services by the supplier and the actual payment of that transaction.


27th May 2020

The Board of Directors

Zaragoza, Spain 27th May 2020
The Board of Directors


Mr. Ganesh Prasad Shetty


Mr. Santosh Suresh Kamat



Mr. Vishal Khosla


INEX
AUDITORES, S.L.P.
CIF: B-99508244
ROAC: S2440

TATA HISPANO MOTORS CARROCERA, S.A.U.
TAX ID N°. A50089119

Financial Year 2019-2020

I, Ms. Paula Gracia Ibáñez, on behalf of GABINETE CIMBRA S.L.P., as in my capacity as Deputy Secretary of the Board of Directors of Tata Hispano Motors Carrocera, S.A. (Sole Shareholder Company), do hereby certify that the Abridged Annual Accounts for the year ending 31st March 2020 have been unanimously prepared by the present members of the Board of Tata Hispano Motors Carrocera, S.A. (Sole Shareholder Company) with the required degree of validity and quorum at its meeting held on 27th May 2020 with the purpose of submitting them to be checked by the auditors and subsequently approved by the Sole Shareholder. These documents, which are drafted on 25 sheets duly bearing my signature as proof of identification, have been handed to the auditors for the issuance of the corresponding Audit Report.



GABINETE CIMBRA S.L.P.

Ms. Paula Gracia Ibáñez
Deputy Secretary of the Board