



**Advanta Semillas S.A.I.C.**

SPECIAL FINANCIAL STATEMENTS

(prepared only consolidation purposes)

FOR THE YEAR  
ENDED 31 MARCH 2018



## **INDEPENDENT AUDITORS' REPORT**

To the President of  
*Advanta Semillas S.A.I.C.*

### Introduction

We have audited the accompanying balance sheet of Advanta Semillas S.A.I.C. as of 31 March 2018 the related statements of income and changes in shareholders' equity for the year then ended and summary of significant accounting policies and other explanatory notes, prepared only for consolidation purposes (as stated in paragraph 2 of Scope). Management is responsible for the preparation and fair presentation of this financial information in accordance with International Financial Reporting Standard (IFRS). This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial information that is 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. Our responsibility is to express an opinion on this financial information based on our audit.

### Scope

Our audit was conducted in accordance with International Standards on Auditing. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity'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 entity's internal control. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

**INDEPENDENT AUDITORS' REPORT**  
**(Continued)**

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Advanta Semillas S.A.I.C. and the results of its operations for the year ended 31 March 2018, in conformity with International Financial Reporting Standard, only for consolidation purposes.

We have not audited the Financial Statements as of March 31, 2017 of Advanta Semillas S.A.I.C., which was examined by another external auditor, whose report dated April 24, 2017 expressed a favorable opinion without qualifications.

**Buenos Aires, 13 April 2018**

**IGLESIAS Y ESCOBAR S.R.L.**  
C.P.C.E.C.A.B.A. T° 001 F° 077



Jorge R. Escobar (partner)  
Certified Public Accountant  
C.P.C.E.C.A.B.A. To. 171 Fo. 046

**Advanta Semillas S.A.I.C.**

**LEGAL ADDRESS:** Cossettini 363 – Piso 3, City of Buenos Aires.

**PRINCIPAL OPERATION:** Research, development, production, distribution and commercialization of hybrid seeds and related products.

**REGISTRATION IN THE COMMERCE AUTHORITY REGISTER:**

**Of by laws:** 26 December 1995.

**END OF PERIOD ESTABLISHED AT BY LAWS:** 27 December 2094.

**NR OF REGISTER IN THE CORPORATION'S CONTROL AUTH.:** N° 1.615.196.

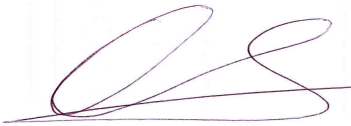
**CONTROLLING SHAREHOLDER INFORMATION.**

**NAME:** Advanta Holdings B.V. (Netherlands)

**LEGAL ADDRESS:** Strawinskylaan 1143, 1077xx, Amsterdam, Netherlands.

**PARTICIPATION ON NET EQUITY:** 90%

**PARTICIPATION ON THE VOTES:** 90%



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REPORT DATED 13/04/18

**Advanta Semillas S.A.I.C.**

**BALANCE SHEET AS AT MARCH 31, 2018**  
(Amounts Stated in ARS)

<u>ASSETS</u>	<u>Year ended</u>		<u>LIABILITIES</u>	<u>Year ended</u>	
	<u>31/03/2018</u>	<u>31/03/2017</u>		<u>31/03/2018</u>	<u>31/03/2017</u>
<u>CURRENT ASSETS</u>	<u>ARS</u>	<u>ARS</u>	<u>CURRENT LIABILITIES</u>	<u>ARS</u>	<u>ARS</u>
Cash and cash equivalents (Notes 2.1 and 3)	14.702.057	10.491.345	Accounts payable (Note 9)	102.212.823	157.626.249
Accounts receivable (Notes 2.2 and 4)	235.399.276	216.043.803	Other Current Liabilities (Note 9)	2.545.763	6.923.262
Other Assets (Note 5)	7.374.891	2.848.492	Short – term borrowings (Notes 8 and 10)	211.876.120	52.245.831
Inventories (Notes 2.3 and 6)	128.144.674	136.161.129	Provisions (Note 11)	28.090.932	30.249.233
Short – term loans and advance (Note 7)	32.543.921	45.760.054	Related Parties (Note 8)	72.633.572	-----
Related Parties (Note 8)	62.472.464	-----	<u>TOTAL CURRENT</u> <u>LIABILITIES</u>	<u>417.359.210</u>	<u>247.044.575</u>
<u>TOTAL CURRENT</u> <u>ASSETS</u>	<u>480.637.283</u>	<u>411.304.823</u>	Long term borrowings (Notes 8 and 10)	54.583.324	55.997.580
<u>NON-CURRENT ASSETS</u>			<u>TOTAL NOT-CURRENT</u> <u>LIABILITIES</u>	<u>54.583.324</u>	<u>55.997.580</u>
Deferred Tax (Net) (Notes 2.8)	-----	-----	<u>TOTAL LIABILITIES</u>	<u>471.942.534</u>	<u>303.042.155</u>
Fixed assets (Note 2.4)	35.025.244	26.039.616			
Intangible assets (Note 2.5)	661.404	943.357			
<u>TOTAL NON-CURRENT</u> <u>ASSETS</u>	<u>35.686.648</u>	<u>26.982.973</u>	<u>NET EQUITY</u> (as per related statement)	<u>44.381.397</u>	<u>135.245.641</u>
<u>TOTAL</u>	<u>516.323.931</u>	<u>438.287.796</u>	<u>TOTAL</u>	<u>516.323.931</u>	<u>438.287.796</u>

The accompanying notes and exhibits are an integral part of this statement.



Pablo De Lafuente  
Apoderado  
Advanta Semillas S.A.I.C.

**IGLESIAS Y ESCOBAR S.R.L.**  
C.P.C.E.C.A.B.A. T° 001 F° 077



Jorge R. Escobar (partner)  
Certified Public Accountant  
C.P.C.E.C.A.B.A. To. 171 Fo. 046  
See separate professional report

**Advanta Semillas S.A.I.C.**

**STATEMENT OF INCOME**  
**FOR THE YEAR ENDED 31 MARCH 2018 AND 2017**  
(Amounts Stated in ARS)

	Year Ended	
	31/03/2018 ARS	31/03/2017 ARS
Net Sales (Note 12)	598.013.129	530.395.793
Cost of Sales (Note 13)	(240.540.579)	(139.171.148)
<b>GROSS INCOME</b>	<b>357.472.550</b>	<b>391.224.645</b>
Depreciation and Amortisation Expense	(2.207.441)	(2.117.765)
Financial Income / Expenses (Note 14)	(113.033.760)	(35.243.349)
Other income (Note 15)	5.120.200	5.374.540
Other Expenses	(353.817.817)	(341.752.134)
Tax Expenses	-----	(96.841.624)
Recovery of provision Taxes	5.388.967	-----
Exceptional Costs (Note 16)	(7.347.023)	(28.150.019)
<b>NET (LOSS) OF THE YEAR</b>	<b>(108.424.324)</b>	<b>(107.505.706)</b>

The accompanying notes and exhibits are an integral part of this statement.



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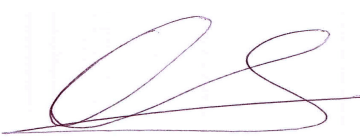
**Advanta Semillas S.A.I.C.**

**STATEMENT OF CHANGES IN NET EQUITY  
FOR THE YEAR ENDED 31 MARCH 2018 AND 2017**  
(Amounts stated in ARS)

Concepts	Capital Stock (Note 17) ARS	Other Capital Accounts ARS	Total ARS	Foreign Currency Translation Reserve	Others Reserves and Retained Earnings ARS	Total as of 31/03/2018 ARS	Total as of 31/03/2017 ARS
Balances at beginning of the year April 1, 2017	396.884.272	-----	396.884.272	(17.560.102)	(244.078.551)	135.245.619	243.689.717
Disaffection Foreign currency translation reserve				17.560.102		17.560.102	(938.370)
Net (Loss) of the year					(108.424.324)	(108.424.324)	(107.505.706)
Balance as of 31 March 2018 and 2017	396.884.272	-----	396.884.272	-----	(352.502.875)	44.381.397	135.245.641

The accompanying notes and exhibits are an integral part of this statement.

  
**Pablo De Lafuente**  
 Apoderado  
 Advanta Semillas S.A.I.C.

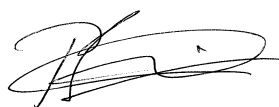
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**Advanta Semillas SA.I.C.**

**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 MARCH 2018 AND 2017**  
 (Amounts Stated in ARS)

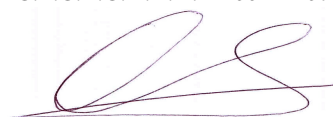
	Year Ended	
	31/03/2018	31/03/2017
	ARS	ARS
<b><u>CHANGES IN CASH</u></b>		
Cash and Cash equivalents at the beginning of the year	10.491.345	7.095.127
Cash and Cash equivalents at the close of the year	14.702.057	10.491.345
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>4.210.712</b>	<b>3.396.218</b>
<b><u>REASONS FOR CHANGES IN CASH</u></b>		
<b><u>Operating activities:</u></b>		
Net (loss) of the year	(108.424.324)	(107.505.706)
Foreign currency translation reserve	-----	(938.370)
Income Tax	-----	81.087.131
<i>Adjustments to reach the cash from operating activities:</i>		
Depreciation Fixed assets	1.929.765	2.117.765
Depreciation Intangible	277.676	
Foreign Currency Translation Reserve	17.560.102	
<i>Changes in operating Assets and Liabilities:</i>		
(Increase) in Sundry Debtors	(81.827.936)	(85.039.453)
Decrease in Inventories	8.016.455	17.414.080
Decrease Short - term loans and advance	8.689.733	-----
Increase in Accounts payable	17.220.146	95.883.763
Increase in Loans and advances	-----	11.737.298
(Decrease) in Others assets	-----	(73.779)
(Decrease) in Deferred Tax	-----	(2.913.697)
(Decrease) / Increase in Provisions	(2.158.301)	3.070.980
(Decrease) / in Other Liabilities	(4.377.499)	(27.848.732)
<b>Net cash (used in) operating activities</b>	<b>(143.094.183)</b>	<b>(13.008.720)</b>
<b><u>Investing activities:</u></b>		
Purchase and lowering of fixed assets and intangible assets	(10.911.139)	1.575.410
<b>Net cash (used in) investing activities</b>	<b>(10.911.139)</b>	<b>1.575.410</b>
<b><u>Financing activities:</u></b>		
Repayment of borrowings	158.216.033	
Exchange difference arising on conversion debited to foreign currency translation reserve	-----	14.829.528
<b>Net cash from financing activities</b>	<b>158.216.033</b>	<b>14.829.528</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>4.210.712</b>	<b>3.396.218</b>

The accompanying notes and exhibits are an integral part of this statement



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**Advanta Semillas S.A.I.C.**

**NOTES TO THE SPECIAL FINANCIAL STATEMENTS  
AS OF 31 MARCH 2018 AND 2017**

**NOTE 1: FINANCIAL STATEMENTS AS OF 31 MARCH 2018**

Advanta Semillas S.A.I.C., has prepared these Special Financial Statements as of 31 March 2018 for the sole purpose of consolidation.

These Special Financial Statements have been prepared, in accordance with International Financial Reporting Standards.

**1.1 Comparison of information**

Balances as of March included in these Special Financial Statements, arise from the amounts disclosed in the Special Financial Statements as of such date. Also, for comparative purposes, the necessary exposure adaptations have been included

**The previous fiscal year was audited by another auditor, which may affect comparability in this report**

**NOTE 2: ACCOUNTING POLICIES.**

Applicable disclosure standards have been followed to prepare these Special Financial Statements for the year ended as of 31 March 2018. Nevertheless, considering the special purpose of its issuance, it may not include every required disclosure to fulfill every required disclosure as stated in International Financial Reporting Standards (I.F.R.S.).

Applied criteria on main balance sheet items are as follow:

**2.1. Cash and Cash Equivalents**

Balances of immediate availability (i.e. imprest funds, cash in hand, and cash at banks) have been classified within this caption.

These balances have been measured at nominal value. When applicable, foreign exchange rate at closing date has been applied to establish the respective amount in ARS.

**2.2. Accounts Receivable**

Accounts receivable have been measured at nominal value. This caption includes commercial accounts and received checks to be deposited. When applicable, exchange rate prevailing at the closing date for the settlement of those transactions has been considered as stated in Note 2.1.

Accounts receivable have been recognized if (i) the Company has transferred to the buyer the significant risk and rewards of ownership of the goods, (ii) the amount of the receivable can be measured reliably, and (iii) it is probable that the economic benefits associated with the transaction will flow to the Company.



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NOTES TO THE SPECIAL FINANCIAL STATEMENTS  
AS OF 31 MARCH 2018 AND 2017  
(Continued)

NOTE 2: ACCOUNTING POLICIES.  
(Continued)

2.2. Accounts Receivable  
(Continued)

Evaluation of accounts receivable recoverability has been performed to determine whether the nominal amount will be fully recovered (i.e. fully collected). If the collectible amount has been estimated lower than the nominal value, an allowance for doubtful accounts has been calculated.

2.3. Inventories

Inventories have been measured at the lower of cost (resulting from SAP) or net realizable value.

Finished goods (which also include a minor amount of semi-finished goods) are valued at standard cost. Standard cost is calculated once in a year. It is normally not revised during the course of the year –unless some prices or manufacturing process have changed drastically.

Raw materials, packing materials and traded goods are valued at moving weighted average. Thus, in the case of these materials, the system averages the inventory value every time any fresh purchase (Goods Receipt) occurs.

2.4. Fixed Assets

Fixed assets are measured at acquisition cost or construction cost. Interests are expensed as incurred, thus not every interest is capitalized within fixed assets value.

Fixed assets net values, as well as their depreciation, were estimated at historical value in conformance with International Financial Reporting Standards.

Depreciation has been determined by the straight-line method, applying sufficient annual rates to extinguish their values at the end of their estimated useful lives.

2.5. Intangible Assets

Intangible assets net values, as well as their depreciation, were estimated at historical value in conformance with International Financial Reporting Standards, depreciation has been determined by the straight-line method, applying sufficient annual rates to extinguish their values at the end of their estimated useful lives.



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NOTES TO THE SPECIAL FINANCIAL STATEMENTS  
AS OF 31 MARCH 2018 AND 2017  
 (continued)

NOTE 2: ACCOUNTING POLICIES.  
 (Continued)

2.6. Liabilities

Accounts Payable have been measured at nominal value, plus (if applicable) accrued portion of financial results up to closing date. When applicable, exchange rate prevailing at the closing date for the settlement of those transactions has been considered as stated in Note 2.1.

2.7. Accounting estimations

In conformity with International Financial Reporting Standards, balance sheet preparation requires that Company's management performs estimations and evaluations that involve the amount of recorded assets and liabilities and contingent assets and liabilities disclosed at the date of preparation of this Financial Statement as well as revenues and expenses recorded within the fiscal year.

In that sense, Company's management has performed estimations to calculate, for instance, allowance for doubtful accounts, contingencies depreciations and recoverable value of assets. Future actual results may differ from those estimations and evaluations performed as of the date of preparation of this Financial Statement.


2.8. Income Tax

Deferred tax method was applied. Deferred tax assets and liabilities are recognized for the future tax effects of temporary differences between the financial statements carrying amounts of existing assets and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rate. The statutory income tax rate for the year ended 31 March 2018 was 35%.

The Company has decided not recognize deferred tax assets based on a more conservative position regarding future projections of short term tax income

The deferred tax asset unrecognized is ARS 101.097.533 according to the following detail:

Difference between Accounting and fiscal valuation basis	Assets (liabilities) for deferred tax as of 31 March 2018
Tax losses	90.412.737
Provisions	6.562.684
Loan interest	4.122.112
<b>Total</b>	<b>101.097.533</b>

  
 IDENTIFICATION PURPOSES  
 TOGETHER WITH OUR REPORT  
 DATED 13/04/18

**Advanta Semillas S.A.I.C.**

NOTES TO THE SPECIAL FINANCIAL STATEMENTS  
AS OF 31 MARCH 2018 AND 2017  
(continued)

NOTE 2: ACCOUNTING POLICIES.  
(Continued)

2.9. Income Tax  
(Continued)

Tax losses to be carry-forwarded as of 31 March 2018 are presented below:

	Tax loss ARS	Effect 35% ARS	Expiration
Tax losses 2013	(29.695.243)	(10.393.335)	2018
Tax losses 2014	(31.250.336)	(10.937.618)	2019
Tax losses 2015	(30.596.174)	(10.708.661)	2020
Tax losses 2016	(51.779.878)	(18.122.957)	2021
Tax losses 2017	(14.295.394)	(1.270.959)	2022
Tax losses 2018	(111.369.164)	(38.979.207)	2023
<b>Total</b>		<b>90.412.737</b>	

<b>Tax loss 2018</b>	ARS
Net (loss) Before Income Tax	(108.424.324)
Differences 1)	(2.944.840)
<b>Tax loss</b>	<b>(111.369.164)</b>
<b>Effect 35%</b>	<b>38.979.207</b>

1) **The difference corresponds to Doubtful Accounts**

2.10 Impairment of financial assets

The Company assesses impairment based on expected credit losses (ECL) model on trade receivables.


The Company uses a provision matrix to determine impairment loss allowance on the portfolio of trade receivables. The provision matrix is based on its historically observed default rates over expected life of the trade receivable and is adjusted for forward looking estimates. At every reporting date, historical observed default rates are updated and changes in forward-looking estimates are analysed.

This policy is in line with the Group's policy on Impairment of financial assets.

NOTE 3: CASH AND CASH EQUIVALENTS

The composition of this item is as follows:

	Year ended	
	31/03/2018 ARS	31/03/2017 ARS
<b>CURRENT</b>		
Cash on Hand	7.309	5.580
Cash at Banks	14.694.748	10.485.765
<b>TOTAL</b>	<b>14.702.057</b>	<b>10.491.345</b>

  
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**Advanta Semillas S.A.I.C.**

NOTES TO THE SPECIAL FINANCIAL STATEMENTS  
AS OF 31 MARCH 2018 AND 2017  
 (continued)

NOTE 4: ACCOUNTS RECEIVABLE

The composition of this item is as follows:

	Year ended	
	31/03/2018	31/03/2017
CURRENT	ARS	ARS
Customers	235.399.275	216.043.803
Doubtful	3.856.814	12.293.634
Allowance for doubtful accounts	(3.856.814)	(12.293.634)
<b>TOTAL</b>	<b>235.399.275</b>	<b>216.043.803</b>

NOTE 5: OTHER ASSETS

The composition of this item is as follows:

	Year ended	
	31/03/2018	31/03/2017
CURRENT	ARS	ARS
Insurance claim receivable	3.148.275	2.848.492
Advances to Grower	4.226.618	-----
<b>TOTAL</b>	<b>7.374.893</b>	<b>2.848.492</b>

NOTE 6: INVENTORIES

The composition of this item is as follows:

	Year ended	
	31/03/2018	31/03/2017
CURRENT	ARS	ARS
Finish products	117.256.107	148.163.762
Raw material	10.550.062	8.956.152
Traded goods	2.870.140	631.315
Provision made for obsolescence	(2.531.635)	(21.590.100)
<b>TOTAL</b>	<b>128.144.674</b>	<b>136.161.129</b>



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NOTES TO THE SPECIAL FINANCIAL STATEMENTS  
AS OF 31 MARCH 2018 AND 2017  
 (Continued)

NOTE 7: SHORT – TERM LOANS AND ADVANCES

The composition of this item is as follows:

	Year ended	
	31/03/2018	31/03/2017
CURRENT	ARS	ARS
Advances Recoverable in cash or kind	111.806	27.207.850
Balances with customs, excise, etc.	8.713.738	8.406.502
Prepaid Income Tax	2.376.489	5.594.908
TOMP Credit Entitlement	-----	(4.671.993)
VAT Credit (Input) Receivable	21.341.888	9.222.787
<b>TOTAL</b>	<b>32.543.921</b>	<b>45.760.054</b>



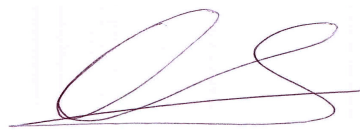
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NOTES TO THE SPECIAL FINANCIAL STATEMENTS  
AS OF 31 MARCH 2018 AND 2017  
 (continued)

NOTE 8: BALANCES AND TRANSACTIONS WITH ASSOCIATE COMPANIES AND RELATED PARTIES

	Assets	Liabilities
	ARS	ARS
<b>a) Balance as of 31.03.2018</b>		
<b>Related Companies</b>		
<b>Accounts Receivable</b>		
ADVANTA NETHERLANDS HOLDINGS B.V..	3.719.565	
ADVANTA US LLC.	13.779.370	
ADVANTA SEED INTERNATIONAL LTD.	12.853.817	
ADVANTA COMERCIO DE SEMENTES LTDA.	15.704.615	
ADVANTA SEEDS DMCC	14.095.795	
<b>Other Receivable</b>		
UPL ARGENTINA S.A.	2.319.302	
	<hr/>	
<b>TOTAL RELATED COMPANIES</b>	<b>62.472.464</b>	
<b>Related Companies</b>		
<b>Accounts Payable</b>		
UPL ARGENTINA S.A.		120.541
UPL LIMITED		22.235.416
ADVANTA NETHERLANDS HOLDINGS B.V.		18.796.091
ADVANTA HOLDINGS B.V.		20.421.934
ADVANTA AUSTRALIA PTY Ltd.		232.223
ADVANTA US LLC.		10.827.367
<b>Short – term borrowings</b>		
ADVANTA HOLDINGS B.V. (1)		211.876.120
<b>Long – term borrowings</b>		
ADVANTA HOLDINGS B.V. (1)		54.583.324
		<hr/>
<b>TOTAL RELATED COMPANIES</b>		<b>339.093.016</b>

  
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**Advanta Semillas S.A.I.C.**

NOTES TO THE SPECIAL FINANCIAL STATEMENTS  
AS OF 31 MARCH 2018 AND 2017  
(continued)

**NOTE 8: BALANCES AND TRANSACTIONS WITH ASSOCIATE COMPANIES AND RELATED PARTIES** (continued)

NOTE (1): It corresponds to 10 (Ten) loans, with no guaranty, and an interest rate according detail:

Month	Principal	Currency	Interest Rate
jun-17	848.485	USD	8,00%
jun-17	1.600.000	USD	12,00%
abr-17	993.000	USD	12,00%
abr-17	500.000	USD	12,00%
abr-17	850.000	USD	12,00%
abr-17	1.000.000	USD	6,00%
ene-18	1.000.000	USD	6,00%
ene-18	1.000.000	USD	6,00%
nov-17	2.000.000	USD	6,00%
mar-18	1.300.000	USD	6,00%

Total 11.091.485

Transactions  
Debit / (Credit)  
ARS

**b) Transactions**

**Related Companies**

**Rentals**

UPL ARGENTINA S.A. 1.798.383

**Purchases**

UPL ARGENTINA S.A. 202.982

Advanta Australia PTY Ltd. 218.214

Advanta US LLC. 10.820.840

Advanta Seed International Ltd. 2.962.154

**Sales**

Advanta Netherlands Holdings B.V. (2.081.197)

Advanta US LLC. (614.631)

Advanta Seed International Ltd. (930.656)

Advanta Comercio de Sementes LTDA. (21.568.393)

**Management Fees**

ADVANTA SEEDS DMCC 3.379.973

ADVANTA HOLDING BV 16.746.104

ADVANTA US LLC. 10.782.925

**Loan Awarded**


UPL ARGENTINA S.A. (3.110.000)

**Loans returned**

UPL ARGENTINA S.A. 3.110.000

**Interest Lost**

ADVANTA HOLDING BV 11.777.464

  
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**Advanta Semillas S.A.I.C.**

NOTES TO THE SPECIAL FINANCIAL STATEMENTS  
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 (Continued)

NOTE 9: ACCOUNTS PAYABLE

The composition of this item is as follows:

	Year ended	
	31/03/2018	31/03/2017
CURRENT	ARS	ARS
Trade Payables	58.232.150	157.626.249
Other Payables	5.159.869	-----
Payroll and Social Security Taxes	37.160.147	-----
Taxes Payable	1.660.657	-----
<b>TOTAL</b>	<b>102.212.823</b>	<b>157.626.249</b>

**This exercise has separated payable accounts for better exposure. This can affect comparability. In the previous exercise all the concepts are included in Trade payables.**

OTHER CURRENT LIABILITIES

	Year ended	
	31/03/2018	31/03/2017
CURRENT	ARS	ARS
Advance from customers	2.545.763	6.923.262
<b>TOTAL</b>	<b>2.545.763</b>	<b>6.923.262</b>


NOTE 10: SHORT TERM BORROWINGS

The composition of this item is as follows:

	Year ended	
	31/03/2018	31/03/2017
CURRENT	ARS	ARS
Cash / Export credit facilities – Secured	-----	11.453.357
Loans from related parties	211.876.120	40.792.474
<b>TOTAL</b>	<b>211.867.120</b>	<b>52.245.831</b>

LONG TERM BORROWINGS

	Year ended	
	31/03/2018	31/03/2017
NOT CURRENT	ARS	ARS
Loans from related parties	54.583.324	55.997.580
<b>TOTAL</b>	<b>54.583.324</b>	<b>55.997.580</b>

  
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NOTE 11: PROVISIONS

The composition of this item is as follows:

	Year ended	
	31/03/2018	31/03/2017
CURRENT	ARS	ARS
Provision for returns	-----	7.002.615
Provision for litigations	18.750.527	14.818.846
Provision for vacations	9.340.405	8.427.772
<b>TOTAL</b>	<b>28.090.932</b>	<b>30.249.233</b>

NOTE 12: NET SALES

The composition of this item is as follows:

	Year ended	
	31/03/2018	31/03/2017
	Profit / (Loss)	Profit / (Loss)
	ARS	ARS
Sales Domestic and Exports	535.402.176	516.653.420
Sales FI Entries	10.941.308	4.951.367
Sales Remnants	51.669.645	2.728.163
Others Sales	-----	6.062.843
<b>TOTAL</b>	<b>598.013.129</b>	<b>530.395.793</b>

NOTE 13: COST OF SALES

	Year ended	
	31/03/2018	31/03/2017
	ARS	ARS
At beginning of the year	136.161.129	185.773.911
Purchases and Others	232.524.124	89.558.366
Inventories at end of the year	(128.144.674)	(136.161.129)
<b>Cost of Sales</b>	<b>240.540.579</b>	<b>139.171.148</b>



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NOTE 14: FINANCIAL INCOME / EXPENSES

The composition of this item is as follows:

	Year ended	
	31/03/2018	31/03/2017
	Profit / (Loss) ARS	Profit / (Loss) ARS
Interest on loans & securitisation of assets	(37.135.445)	(9.025.080)
Exchange difference on borrowings – Net	(50.587.714)	(22.803.609)
Bank Charges	(25.310.601)	(3.414.660)
<b>TOTAL</b>	<b>(113.033.760)</b>	<b>(35.243.349)</b>

NOTE 15: OTHER INCOME

The composition of this item is as follows:

	Year ended	
	31/03/2018	31/03/2017
	Profit / (Loss) ARS	Profit / (Loss) ARS
Provision / Liabilities no longer required written back	-----	1.989.058
Other Income	5.120.200	3.385.482
<b>TOTAL</b>	<b>5.120.200</b>	<b>5.374.540</b>



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NOTE 16: EXCEPTIONAL COSTS

During the current and previous year, the Company recorded exceptional costs that mainly correspond to severance charges accrued due to the restructuring and the realizing of its business.

The composition of this item is as follows:


	Year ended	
	31/03/2018	31/03/2017
	Profit / (Loss)	Profit / (Loss)
	ARS	ARS
Severance Compensation	(7.347.023)	(28.150.019)
TOTAL	(7.347.023)	(28.150.019)

NOTE 17: CAPITAL STOCK

The corporate capital is made up by 396.884.272 registered non-endorsable common shares with a nominal value of ARS 1 each and entitled to five votes per share. The corporate capital has been fully subscribed and paid-in, pending registration thereof with the Corporation's Control Authority (I.G.J.).

NOTE 18: NUMBERS OF EMPLOYEES


As of March 31, 2018 Advanta Semillas S.A.I.C. had 284 employees contemplating payroll and hiring.

  
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OTHER EXPENSES FOR YEAR ENDED 31 MARCH 2018 AND 2017  
(Amount stated in ARS)

Description	Total as of 31/03/2018 ARS	Total as of 31/03/2017 ARS
• Wages and salaries and social security contributions	148.293.681	141.549.356
• Taxes, charges and contributions	15.183.304	11.782.257
• Freight expenses	12.565.405	16.561.936
• Insurances	5.576.849	1.910.756
• Maintenance and repairs	6.781.276	7.828.334
• Professional fees	20.007.875	11.758.382
• Rents	19.517.398	9.539.336
• Telephone expenses	451.992	2.437.025
• Spending on mobility	15.446.698	14.961.637
• Royalty	6.943.120	-----
• Directors Sitting Fees	-----	1.114.490
• Sales Commissions	16.825.712	3.486.580
• Production and Farm Expenses	-----	3.207.034
• Provision made for obsolescence	-----	18.555.976
• Seeds Proc., R & D and other charges	50.275.507	44.484.681
• Land lease charges	-----	669.217
• Chemical and Fertilizer consumed	-----	26.657.600
• Advertising costs	12.084.300	10.310.176
• Doubtful Accounts	2.944.840	1.953.114
• Miscellaneous Expenses	18.572.390	12.984.247
• Registration Fees	868.382	-----
• Manufacturing costs, Security services	1.479.088	-----
<b>TOTALS as of 31/03/2018</b>	<b>353.817.817</b>	-----
<b>TOTALS as of 31/03/2017</b>	-----	<b>341.752.134</b>

  
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**Advanta Semillas S.A.I.C.**

CONTINGENCIES – ALLOWANCES

STRUCTURE AND CHANGES FOR THE YEAR ENDED 31 MARCH 2018

(Amount stated in ARS)

	Balances at the beginning of the year	Additions	Reductions	At period end 31 March 2018
<b>DEDUCTED FROM ASSETS</b>				
• Allowance for doubtful accounts	(12.293.658)	-----	8.436.844	(3.856.814)
• Provision for Obsolescence	(21.590.100)		19.058.465	(2.531.635)
Total	<u>(33.883.758)</u>	-----	27.495.309	<u>(6.388.449)</u>
<b>INCLUDED IN THE LIABILITIES</b>				
• Labor claims	14.818.846	3.931.681	-----	18.750.527
Total	<u>14.818.846</u>	3.931.681	-----	<u>18.750.527</u>

  
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