

# SIEL INDUSTRIAL ESTATE LIMITED

CIN No. - U45209DL1994PLC057359

PHONE NO. - 011-25739103

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REGD. OFFICE - 5th Floor, KirtiMahal,  
19, Rajendra Place, New Delhi-110008

## DIRECTOR'S REPORT

To,

The Members,

Your Directors have pleasure in presenting their 23<sup>rd</sup> Annual Report on the business and operations of the Company and the accounts for the financial year ended 31st March, 2017.

### 1. PERFORMANCE OF THE COMPANY

#### FINANCIAL RESULTS

The summary of the financial results of the Company is as under:

(Rs./Lacs)

Particulars	2016-17	2015-16
Profit/Loss before exceptional and extraordinary items and tax	(276.61)	(122.61)
Interest	-	-
Depreciation	0.05	0.05
Profit/(Loss) before tax	(276.66)	(122.66)
Provision for tax	-	-
Advance Income tax/ Adjustment written off	-	-
Profit/(Loss) after tax	(276.66)	(122.66)

### 2. DIVIDEND

In view of losses incurred during the year under review, Board regrets its inability to recommend any dividend for the financial year 2016-17.

### 3. RESERVES

In view of the loss incurred during the year, there is no transfer of surplus to reserve and surplus.

#### 4. STATE OF COMPANY'S AFFAIR

##### Progress of the Project

Legal challenges on the litigated land were finally overcome and the unencumbered possession of the land was achieved on 5<sup>th</sup> October, 2011 upon final conclusion of all pending legal cases in the Punjab and Haryana Court in relation to the Industrial Estate land.

The work on Site clearance activities is being carried out. The basic design work on various options of the Master Plan for the development of the Estate has been drafted.

The Company had appointed M/s Jones Lang LaSalle (JLL), which is one of the leading international consultancy firms for development of real estates. JLL was engaged to prepare feasibility study for the development of Industrial Estate Land of the Company at Rajpura, Punjab.

M/s JLL have completed the above feasibility study based on which our Principal Architect M/s Ranjit Sabikhi Architect have finalised the Master Plan of the complete industrial estate. This is now being submitted to Punjab Urban Development Agency for their approval. In addition to the above M/s JLL have now commenced work on Marketing Strategy formulation and have also started finalising the format of the collaterals for marketing of the industrial estate. Work on the basic infrastructure e.g. landscaping of the 29-meter approach road, entrance gate and command centre has also commenced.

##### Order of Hon'ble High Court of Punjab & Haryana

- a) An appeal was filed by the Company before Punjab & Haryana High Court at Chandigarh against the order dated 12.11.2005 passed by Sh. Surinder Kumar Gupta, Additional District Judge, Patiala whereby the cost of land was enhanced from Rs. 1,45,000/- to Rs. 1,75,000/- per acre.

An appeal was also filed by the landowners before the Hon'ble Punjab & Haryana High Court against order dated passed by Sh. Surinder Kumar Gupta, Additional District Judge, Patiala, claiming further enhancement i.e. 5 to 15 Lacs per acre with regard to land acquired.

##### Order

Hon'ble High Court vide order dated 15.07.2015 dismissed the appeals filed by the Company and the appeals filed by the land owners were allowed.

The Hon'ble High Court while upholding the order of ADJ, Patiala has made modification the order to the extent that the market value of acquired land was revised and fixed at Rs. 2,10,000/- per acre as against Rs. 1,75,000/- per acre assessed by reference court earlier.

Execution petitions claiming compensation amounts are being filed before the ADJ, Patiala. Out of a sum of Rs.10,75,23,756/- (including interest till 15.09.2016) demanded by the Collector Land Acquisition a sum of approximately Rs.9.97 Crores has already been deposited by the Company. Since now, the amount deposited in Court is pending disbursal by the Court and since the Company has publically notified the landowners that the amount towards compensation has been deposited in Court, the interest meter will cease to run against the Company.

### Supreme Court of India

#### Appeal filed by Company -[SLP (C) 33416-33613 of 2015]

Special Leave Petition (SLP) has been filed by the Company before Hon'ble Supreme Court of India against the impugned order dated 15.07.2015 of High Court.

#### Appeal(s) filed by Landowners- [SLP (C) 33416-33613 of 2015] & [SLP (C) 6791- 6814 of 2016]

Special Leave Petition (SLP) has also been filed by the landowners before Hon'ble Supreme Court of India against the impugned order dated 15.07.2015 of High Court seeking further enhancement of compensation.

The appeals filed by the Company and the Landowners came up for hearing on 24.4.2017. On this date the Court adjourned the cases. No next dates have been fixed.

#### **5. CHANGE IN THE NATURE OF BUSINESS, IF ANY**

No Change in the nature of the business of the Company during the year.

#### **6. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT.**

There are material changes and commitments in the business operations of the Company since the close of the financial year on 31<sup>st</sup> March, 2017 to the date of this report as given below:

- On 26.08.2016 the Collector of Land Acquisitions had issued a letter to the Company for deposit of a sum of Rs.10,75,23,756/- (Rupees Ten Crore Seventy Five Lacs Twenty Three Thousand Seven Hundred Fifty Six Only) towards enhanced basic compensation, CAC, AMV and interest. Out of this the Company has already deposited a sum of Rs.2,08,98,500/- (Rupees Two Crore Eight Lacs Ninety Eight Thousand Five Hundred Only) towards basic compensation on 21.1.2016.

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## 7. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

The Company does not have any Subsidiaries, joint ventures or associate company.

## 8. DEPOSITS

During the year under review, the Company has not accepted any deposits from Public and Shareholders of the Company under Section 73 of the Companies Act, 2013.

## 9. CHANGE IN STATUTORY AUDITORS

M/s. S. S. Kothari Mehta & Co., Chartered Accountants, are the statutory Auditors since its incorporation.

As per the Companies Act, 2013, every company which falls under the purview of the Section 139 (2) shall appoint or re-appoint an individual as auditor for more than one term of five consecutive years and on audit firm as auditor for more than two term of five consecutive years.

To align with provisions of Section 139 (2), every Company need to appoint a new auditor in place of existing within a period which shall not be letter then the date of the first Annual General Meeting of the Company held, after three years from the date of commencement of Companies Act, 2013

Accordingly, M/s. S.S. Kothari Mehta & Co., Chartered Accountants is holding office of Auditors up to the conclusion of the 23<sup>rd</sup> Annual General Meeting of the Company.

Your Director on recommendation of Audit Committee, proposes the appointment of M/s. V. Sahai Tripahti & Co., Chartered Accountants (ICAI Registration no. 000262N) C-593, LGF, Defence Colony, New Delhi-110 024 as Statutory Auditors of the Company for a period of five years in the ensuing Annual General Meeting of the Comapny.

M/s, V. Sahai Tripahti & Co. Chartered Accountants have given their consent to the appointment as a Statutory Auditor and confirmed that their appointment, if made, would be within the limits specified under Section 143 (3) (g) of the Act. They have further confirmed that they are not disqualified to be appointed as Statutory Auditors in terms of the provisions of the proviso to Section 139 (1) , Section 143 ( 2) and Section 141(3) of the Act, and the provisions of the Companies (Audit and Auditors) Rules, 2014.

## 10. AUDITORS' REPORT

The Board has duly reviewed the Statutory Auditor's Report on the accounts for the year ended 31st March, 2017 and has noted that the same does not have any reservation, qualification or adverse remarks.

## **11. SHARE CAPITAL**

The authorized capital of the Company stands at Rs. 500,000,000/- (Rupees Fifty Crore) divided into 38,000,000 equity shares of Rs. 10/- each and 1,20,00,000 -5% Redeemable Cumulative Preference shares of Rs.10/- each and the paid-up capital of the Company stands at Rs. 316,546,910/- divided into 27,654,691 equity shares of Rs. 10/- each and 4,000,000 -5% Redeemable Cumulative Preference shares of Rs.10/- each as on March 31, 2017.

## **12. EXTRACT OF THE ANNUAL RETURN**

The extract of the annual return in Form No. MGT - 9 is enclosed as "Annexure-I".

## **13. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

### **A) Conservation of energy:**

Adequate measures have been taken to conserve energy wherever possible by using energy efficient machines, computers and purchase of energy efficient equipment.

### **B) Technology absorption:**

- |   |       |
|---|-------|
| 1. Research & Development (R&D)                   | : Nil |
| 2. Technology absorption, adoption and innovation | : Nil |

### **C) Foreign exchange earnings and Outgo:**

- |                              |       |
|------------------------------|-------|
| 1. Foreign Exchange Earnings | : Nil |
| 2. Foreign Exchange Outgo    | : Nil |

## **14. CORPORATE SOCIAL RESPONSIBILITY (CSR)**

Section 135 of the Companies Act, 2013 has imposed CSR mandate on companies having minimum threshold limit of net worth, turnover or net profit as prescribed. Since the Company does not meet any one of these criterion, it remains outside the purview of section 135 and consequently the reporting requirements there under do not at present apply to the Company.

## **15. DIRECTORS:**

In accordance with the provisions of the Companies Act, 2013, Mr. Harjeet Singh Sandhu, Director of the Company is liable to retire by rotation and being eligible offer himself for re-appointment at the ensuing Annual General Meeting.

#### **16. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS**

The Board of Directors met 7 (Seven) times during the year on 07.04.2016, 09.05.2016, 08.06.2016, 01.08.2016, 29.08.2016, 09.12.2016 and 16.3.2017.

#### **17. AUDIT COMMITTEE**

The composition of the Audit Committee is as follows:

- |    |                          |            |
|----|--------------------------|------------|
| 1. | Mr. Siddharth Shriram    | - Chairman |
| 2. | Mr. Ashwani Kumar Mehra  | - Member   |
| 3. | Mr. Harjeet Singh Sandhu | - Member   |

#### **18. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

Your company has not given any Loans, Guarantees or made any investments under the provisions of section 186 of the Companies Act, 2013 during the year under review.

#### **19. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

There is no related party transaction during the financial year.

The company has given corporate guarantee of Rs. 5,295,000,000/- (previous year Rs. 5,295,000,000/-) and equitable mortgage of its industrial estate land measuring 455.23 acres (previous year 455.23 acres) as a collateral security to the lenders of the Company's holding company (Mawana Sugars Limited) to secure the repayment of all monies due by the holding company to its lenders.

#### **20. EMPLOYEES:**

There is no employee in the Company whose particulars are required to be given pursuant to Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

#### **21. DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to the requirement under Section 134(3)(c) of the Companies Act, 2013, with respect to Directors Responsibility Statement, it is hereby confirmed:

- (a) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;
- (b) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so

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as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for the year ended on that period;

- (c) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) that the directors had prepared the annual accounts on a going concern basis;
- (e) that the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## 22. ACKNOWLEDGEMENTS

Your Directors sincerely thank business associates, Banks, Central Government and State Government of Punjab for the faith reposed in your company and its management.

By Order of the Board  
For SIEL Industrial Estate Limited



( Siddharth Shriram )  
Chairman

Din No. 00027750

*gaur*

Place: New Delhi

Date: 19.08.2017

**Independent Auditors' Report****To The Directors of SIEL INDUSTRIAL ESTATE LIMITED****Report On the Financial Statements**

We have audited the accompanying financial statements of **SIEL INDUSTRIAL ESTATE LIMITED** ("the Company") which comprises the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss, the Cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matter stated in Section 134(5) of the Companies Act 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 ('the Act'), read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standard) Amendment Rules, 2016. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

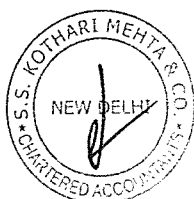
**Auditor's responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also





includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2017, and its loss and its cash flows for the year ended on that date.

### Emphasis of Matters

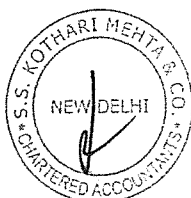
- i. We, draw attention to Note No. 11.h.2.i and 11.h.2.ii of the financial statements regarding the matter that the Company has given Corporate Guarantees of Rs. 5,295,000,000 and equitable mortgage of its industrial estate land admeasuring 455.23 acres as a collateral security to the lenders of the Company's Holding Company Mawana Sugars Limited (MSL) to secure the repayment of all monies due to lenders up to Rs. 7,869,848,000. MSL has got registered with the BIFR in September 2013 under the provisions of section 15(1) of the Sick Industrial Companies (Special Provisions), Act, 1985 (SICA). The process for revival/rehabilitation of MSL is under way in line with the prescribed procedure and rules under SICA.

The Company (MSL) got registered with the Board for Industrial and Financial Reconstruction (BIFR) on 10th September 2013 as sick industrial company (in terms of Section 3(1)(o)) under the provisions of Section 15 (1) of the Sick Industrial Companies (Special Provisions), Act, 1985 (SICA). Meanwhile, the Ministry of Finance issued Notifications S.O. 3568 (E ) & S.O. 3569 (E ) dated 25 November, 2016 to the effect that SICA has been repealed with effect from 1 December, 2016 and all the references or inquiry pending before the BIFR and/or AAIFR shall stand abated. With this Order BIFR/AAIFR ceased to exist.

Since the previous sugar season, the industry has witnessed a steady increase in sugar prices and improved cane recoveries. This has resulted in the Company generating profits during the last financial period as well as in current year ended March 31, 2017. The industry outlook is also positive in the near future.

In view of the above, the Board of Directors of the Company is confident that there would not be any liability on the assets of Company due to the corporate guarantees given by company to lenders of MSL. Accordingly, these financial statements have been prepared on a going concern basis.

- ii. As detailed in Note No. 11.b.iii, the landowners have filed Special Leave Petitions ('SLPs') in the Hon'ble Supreme Court of India, against the order dated 15.07.2015 passed by the Hon'ble High Court of Punjab and Haryana, seeking further enhance of compensation.



A handwritten signature in black ink, appearing to be 'S.S. Kothari Mehta &amp; Co'.

The Company has also filed SLPs in the Hon'ble Supreme Court of India challenging the enhancement of compensation by order dated 15.07.2015 passed by Punjab and Haryana High Court. The SLPs are pending for hearing before the Hon'ble Supreme Court

Pending ultimate outcome of the above matter which is presently unascertainable, no adjustment have been made in accompanying financial statement. Our opinion is not modified in respect of above matter.

- iii. As detailed in Note No. 11.i the Company has not complied the provisions of Section 203 (1) (i), (ii) & (iii) and Section 149 (4) of the Companies Act, 2013, requiring the appointment of Chief Executive Officer or Manager or whole-time director, Company Secretary, Chief Financial Officer and Independent director.

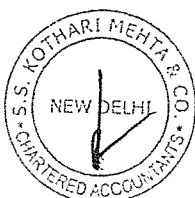
Our report is not qualified in respect of above matters.

### Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ('Order'), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we enclose in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the said Order.

As required by Section 143 (3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examination of those books;
- c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
- d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016;
- e) On the basis of written representations received from the directors as at March 31, 2017, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164(2) of the Act;
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B"; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

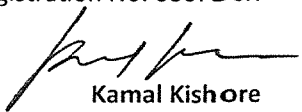


- (i) The Company has disclosed the impact, if any, of pending litigations as at March 31, 2017 on its financial position in its standalone financial statements (Refer Note: 11);
- (ii) The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses;
- (iii) There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.
- (iv) The Company has provided requisite disclosures in note 12 to these financial statements as to the holding of Specified Bank Notes on November 08, 2016 and December 30, 2016 as well as dealing in Specified Bank Notes during the period from November 08, 2016 to December 30, 2016. Based on audit procedure and relying on the management representation regarding the holding and nature of cash transactions, including Specified Bank Notes, we report that these disclosures are in accordance with the books of accounts maintained by the Company and as produced to us by the management

Place: New Delhi  
Date: May 24, 2017

For S. S. KOTHARI MEHTA & CO.  
Chartered Accountants  
Firm Registration No. 000756N



  
Kamal Kishore  
Partner

Membership No. 078017



**ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT**

Referred to in Paragraph under the heading of 'Report on Other Legal and Regulatory Requirements' of our report of even date

- i. (a) The Company has maintained reasonable records showing full particulars, including quantitative details and situation of fixed assets.  
  
(b) The fixed assets of the Company have been physically verified by the Management during the year and no material discrepancies have been noticed on such verification.  
  
(c.) According to the information and explanations given by the management, the title deeds of immovable properties are held in the name of the Company.
- ii. (a) The Company does not have any stock of raw materials, spares and finished goods except for stock of land in industrial estate. Thus, clause 3(ii) of the order are not applicable.  
  
(b). In respect of land in industrial estate, as informed to us, physical verification has been conducted by the management at reasonable intervals during the year, the procedure for which, in our opinion, are reasonable and adequate in relation to the size of the Company and the nature of its business.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions of clause 3(iii) (a), (b) and (c) of the Order are not applicable to the Company.
- iv. According to the information and explanations given to us, the Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.
- v. The Company has not accepted any deposits in terms of Sections 73 to 76 of the Act and / or directives issued by the Reserve Bank of India or any other relevant provisions of the Act and the Rules framed thereunder.
- vi. The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the activities involved by the Company.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues, including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities. Further, there were no arrears of statutory dues outstanding as at March 31, 2017 for a period of more than six months from the date they became payable.



(b) According to the information and explanations given to us, there are no dues in respect of Income-tax, Sales-tax, Service Tax, duty of customs, duty of excise and Value added tax which have not been deposited with the appropriate authorities on account of any dispute.

- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowing to any banks. The Company did not have any outstanding dues to Government, financial institution and debenture holders as at the balance sheet date.
- ix. In our opinion, and according to the information and explanations given to us, no money is raised by way of initial public offer or further public offer (including debt instruments) and term loans during the financial year. Accordingly, clause 3(ix) of the Order are not applicable.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The Company has not paid /provided for managerial remuneration to the Directors of the Company. Accordingly, provisions of clause 3(xi) of the Order are not applicable.
- xii. According to the information and explanations given to us, the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Therefore, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with the section 177 & 188 of the Act, where ever applicable, and the details have been disclosed in the notes to the financial statements, as required by the applicable Accounting Standard.
- xiv. According to the information and explanation given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Therefore, provisions of clause 3(xiv) of the Order are not applicable on the Company.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.



- xvi. According to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For S. S. KOTHARI MEHTA & CO.

Chartered Accountants

Firm Registration No. 000756N



  
Kamal Kishore

Partner

Membership No. 078017

Place: New Delhi

Date: May 24, 2017



**Annexure B to the Independent Auditor's Report of Even date on the Financial Statement of Siel Industrial Estate Limited**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of Siel Industrial Estate Limited as at 31 March 2017 in conjunction with our audit of the financial statements of Siel Industrial Estate Limited as of and for the year ended on that date

The respective Board of Directors of the Company are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing both, issued by ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained by the other auditor in terms of their report referred to in Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting.



### Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weakness has been identified in the operating effectiveness of the Company internal financial controls over financial reporting as at March 31, 2017.

The Company internal financial controls over evaluation and assessment of recoverability including any provision to be made there against in respect of Corporate Guarantees and equitable mortgage of its industrial estate land as a collateral security to the lender of the Company's Holding Company Mawana Sugar Limited (MSL) were not operating effectively which could potentially result in the Company not recognizing sufficient provision there against.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company annual financial statement will not be prevented or detected on a timely basis.



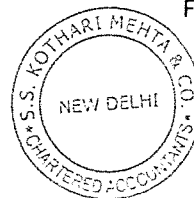


In our opinion, the Company has, in all material respects, an reasonable internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India and except for the possible effects of the material weakness described above on the achievement of the objectives of the control criteria, the internal financial controls over financial reporting were operating effectively in the Company incorporated in India as of 31<sup>st</sup> March 2017

#### **Explanatory paragraph**

We also audited, in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India, the financial statement of the Company, which comprise the Balance Sheet as at 31st March 2017, and the Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, and our report of even date on which expressed an unqualified opinion on financial statement.

Place: New Delhi  
Date: May 24, 2017



For S. S. KOTHARI MEHTA & CO.  
Chartered Accountants  
Firm Registration No. 000756N

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**Kamal Kishore**  
Partner

Membership No. 078017

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Siel INDUSTRIAL ESTATE LIMITED			
BALANCE SHEET as at 31st March 2017			
Particulars	Note no.	Amount Rs. As at 31st March 2017	Amount Rs. As at 31st March 2016
<b>EQUITY AND LIABILITIES</b>			
Shareholders' Funds			
a) Share Capital	2	31,65,46,910	31,65,46,910
b) Reserves and Surplus	3	(6,41,86,436)	(3,65,20,654)
		25,23,60,474	28,00,26,256
Current liabilities			
a) Other current liabilities	4	7,11,40,020	8,15,176
		7,11,40,020	8,15,176
<b>TOTAL</b>		<b>32,35,00,494</b>	<b>28,08,41,432</b>
<b>ASSETS</b>			
Non-current assets	5		
a) Fixed assets			
-Tangible assets		6,36,295	6,41,159
b) Other non-current assets		1,41,744	1,33,197
c) Long-term loans and advances		1,44,448	1,94,629
		9,22,487	9,68,985
Current assets	6		
a) Inventories		31,47,87,066	24,62,54,679
b) Cash and cash equivalents		77,38,980	3,28,44,706
c) Short-term loans and advances		4,000	1,61,745
d) Other current assets		47,961	6,11,316
		32,25,78,007	27,98,72,446
<b>TOTAL</b>		<b>32,35,00,494</b>	<b>28,08,41,432</b>

Significant accounting policies 1

The notes referred to above form an integral part of the financial statements

This is the balance sheet referred to  
in our report of even date


For S.S. Kothari Mehta & Co.,  
Chartered Accountants  
Firm Registration No.: 000756N

  
(Kamal Kishore)  
Partner  
Membership No.078017

PLACE : New Delhi  
DATED : May 24, 2017



For and on behalf of the Board of Directors of  
Siel Industrial Estate Limited

  
Director  
Harjeet Singh Sandhu  
DIN-07234956

  
Director  
Ashwan Kumar Mehra  
DIN-00060254





Siel INDUSTRIAL ESTATE LIMITED			
STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st March 2017			
			Amount Rs.
	Note	12 Months Ended 31st March 2017	12 Months Ended 31st March 2016
Revenue from operations		-	-
Less: Excise Duty		-	-
Other income	7	14,51,268	19,41,146
<b>Total Revenue</b>		<b>14,51,268</b>	<b>19,41,146</b>
<b>Expenses :</b>			
Purchase of Land		6,85,32,387	1,78,42,662
(Increase) / Decrease in Stock of Land	8	(6,85,32,387)	(1,78,42,662)
Enhancement of compensation in respect of Land sold in earlier years		2,11,85,215	49,62,300
Employee Benefit Expenses	9	-	-
Depreciation and amortisation	5	4,866	4,866
Other expenses	10	79,26,970	92,40,418
<b>TOTAL</b>		<b>2,91,17,051</b>	<b>1,42,07,584</b>
Profit before exceptional and extraordinary items and tax		(2,76,65,783)	(1,22,66,439)
Profit before extraordinary items and tax		(2,76,65,783)	(1,22,66,439)
Less : Extraordinary items		-	-
Profit before tax		(2,76,65,783)	(1,22,66,439)
Less: Provisions for:-			
- Income Tax/MAT		-	-
- Income tax adjustment for earlier years		-	-
Profit for the year from continuing operations		(2,76,65,783)	(1,22,66,439)
Profit from discontinuing operations		-	-
Less : Tax expense of discontinuing operations		-	-
Profit from discontinuing operations after tax		(2,76,65,783)	(1,22,66,439)
<b>Profit for the year</b>		<b>(2,76,65,783)</b>	<b>(1,22,66,439)</b>
<b>Earning Per Share</b> ( Nominal value of equity share Rs. 10/-)			
- Basic		(1.00)	(0.47)
- Diluted		(1.00)	(0.47)

Significant accounting policies 1

The notes referred to above form an integral part of the financial statements

This is the statement of profit and loss referred to in our report of even date

For S.S. Kothari Mehta & Co.,  
Chartered Accountants  
Firm Registration No.: 000756N

(Kamal Kishore)  
Partner  
Membership No.078017

PLACE : New Delhi  
DATED : May 24, 2017



For and on behalf of the Board of Directors of  
Siel Industrial Estate Limited

Director  
Harjeet Singh Sandhu  
DIN-07234956

Director  
Ashwani Kumar Mehra  
DIN-00060254

Siel INDUSTRIAL ESTATE LIMITED

Cash Flow Statement for the year ended 31st March 2017

	Year ended 31.03.2017 Amount (Rs.) (12 months)	Year ended 31.03.2016 Amount (Rs.) (12 months)
<b>A. Cash flow from operating activities :</b>		
Net Profit/ (Loss) before Tax	(2,76,65,783)	(1,22,66,439)
Add: Depreciation	4,866	4,866
Less: Interest income	(14,51,268)	(19,41,146)
Less: Excess provisions written back	-	-
Advance recoverable written off	-	-
Operating Profit before Working Capital Changes	(2,91,12,185)	(1,42,02,718)
Adjustment for:-		
(Increase)/ Decrease in trade / other receivables (net)	-	-
(Increase)/ Decrease in inventories	(6,85,32,387)	(1,78,42,662)
(Increase)/ Decrease in loans and advances	1,57,745	(1,57,745)
(Decrease) / Increase in trade / other payables	7,03,24,844	2,62,809
Cash generated from operations	(2,71,61,983)	(3,19,40,316)
Refund received (Net of TDS of current year)	58,941	(9,810)
Net cash inflow from operations	(2,71,03,042)	(3,19,50,126)
<b>B. Cash flow from investing activities :</b>		
Interest received	19,97,315	23,05,803
Purchase of office equipment.	-	(48,658)
Net cash inflow from investing activities	19,97,315	22,57,145
<b>C. Cash flow from financing activities :</b>		
Issue of Share Capital at premium	-	4,00,00,000
Interest paid	-	-
Net cash inflow from financing activities	-	4,00,00,000
Net (decrease)/increase in cash and cash equivalents	(2,51,05,727)	1,03,07,019
Cash and cash equivalents as at opening		
Cash and bank balances *	3,28,44,706	2,25,37,687
Cash and cash equivalents as at closing		
Cash and bank balances *	77,38,980	3,28,44,706
	(2,51,05,727)	1,03,07,019
* Excludes balances with banks on margin money account Rs 104,036 (Previous year Rs.104,036)		
<p>As per our report of even date attached for S.S.KOTHARI MEHTA &amp; CO. Chartered Accountants Firm Registration No.: 000756N</p> <p>For and on behalf of the Board of Directors of Siel Industrial Estate Limited</p> <p>(Kamal Kishore) Partner Membership No. 078017</p> <p>NEW DELHI</p> <p>Director Harjeet Singh Sandhu DIN-07234956</p> <p>Director Ashwani Kumar Mehra DIN-00060254</p> <p>New Delhi Dated: May 24, 2017</p>		

**1. Significant Accounting Policies**

**a) Basis of Preparation of Financial Statements**

The financial statements are prepared under historical cost convention, on-going concern basis and in terms of the Accounting Standards notified under Section 133 of the Companies Act 2013, read together with Rule (7) of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016. The Company follows the mercantile system of accounting and recognizes income and expenditure on accrual basis to the extent measurable and where there is certainty of ultimate realisation in respect of incomes. Accounting policies not specifically referred to otherwise are consistent and in consonance with the generally accepted accounting principles in India.

**b) Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between the actual result and estimates are recognised in the year in which the results are known/ materialized.

**c) Fixed Assets**

Fixed Assets are stated at cost. The cost of an asset comprises its purchase price and other attributable expenses.

**d) Depreciation**

- (i) The Company follows the straight-line method of depreciation on fixed assets.
- (ii) The rates of depreciation are calculated considering the useful life prescribed in Schedule II of Companies Act, 2013.
- (iii) Depreciation has been calculated on pro-rata basis from the month of acquisition/ installation of the assets.
- (iv) In respect of fixed assets sold/discarded during the year, depreciation is provided upto the date of sale/discard.



#### e) Impairment of Assets

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

Previously recognised impairment losses are reversed to the extent the recoverable amount exceeds the carrying amounts.

#### f) Government grants and subsidies

Grants and subsidies from the government are recognized when there is reasonable assurance that the grant/subsidy will be received and all attaching conditions will be complied with.

When the grant or subsidy relates to an expense item, it is recognized as income over the years necessary to match them on a systematic basis to the costs, which it is intended to compensate.

Where the grant or subsidy relates to an asset, its value is deducted from the gross value of the asset concerned in arriving at the carrying amount of the related asset.

#### g) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the year they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

#### h) Segment reporting

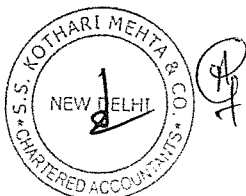
The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.

#### i) Revenue recognition

- (i) Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- (ii) Income from sale of land is recognized on receipt of full consideration from customers and significant risks and rewards of ownership have been transferred which coincides with the entering into a legally binding agreement.

#### j) Inventory

Inventory of land in Industrial Estate is valued at lower of cost and estimated realisable value.



Project in progress	It represents land acquired for future development and construction, and is stated at cost including the cost of land, the related cost of acquisition, construction costs, borrowing costs incurred to get the properties ready for their intended use.
---------------------	--

Cost is calculated on actual basis.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and costs required to make the sale.

#### k) Land under Development

Land under Development represents construction work in progress which are stated at the lower of cost and net realizable value. This comprises of cost of land, construction related overhead expenditure and other net costs incurred during the period of development.

#### l) Income Taxes

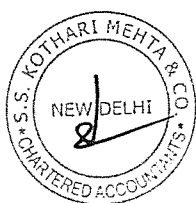
Tax expense comprises of current and deferred. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred income tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier year.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified year. In the year in which the Minimum Alternative tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the profit and loss account and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified year.



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**m) Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting year. The weighted average number of equity shares outstanding during the year is adjusted for events of bonus issue, bonus element in a rights issue to existing shareholders, share split, and reverse share split (consolidation of shares).

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**n) Provisions, Contingent Liabilities and Contingent Assets**

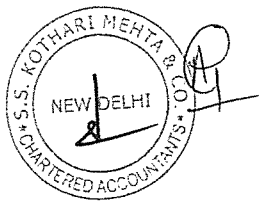
A provision is recognised when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liabilities are shown by way of Notes to Accounts in respect of obligations where based on the evidence available, their existence at the Balance Sheet date is considered not probable. Contingent assets are neither recognized nor disclosed in the accounts

**o) Cash and Cash Equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

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**Siel INDUSTRIAL ESTATE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR FINANCIAL YEAR ENDED 31st March 2017**

(Figures in Rs.)

2 SHARE CAPITAL	As At 31st March 2017	As At 31st March 2016
<b>Authorised</b>		
Equity Shares 38,000,000 (Previous Year 38,000,000) of Rs. 10 each	38,00,00,000	38,00,00,000
5% Redeemable Cumulative Preference Shares 12,000,000 (Previous Year Rs. 12,000,000.00) of Rs. 10 each	12,00,00,000	12,00,00,000
	<u>50,00,00,000</u>	<u>50,00,00,000</u>
<b>Issued, Subscribed and Fully Paid-up</b>		
27,654,691 (Previous Year 27,654,691) equity shares of Rs. 10 each	27,65,46,910	27,65,46,910
40,00,000 (Previous Year 40,00,000) 5% Redeemable Cuml. Pref. Shares of Rs. 10 each	<u>4,00,00,000</u>	<u>4,00,00,000</u>
<b>Total Share Capital</b>	<u>31,65,46,910</u>	<u>31,65,46,910</u>

(a) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year:	No of shares	No of shares
Equity Shares outstanding as at the beginning of the year	2,76,54,691	2,76,54,691
Add: Equity Shares issued during the year #	-	-
Equity Shares outstanding as at the close of the year	2,76,54,691	2,76,54,691

# The company on 30th November, 2015 had issued 40,00,000 5% Redeemable Cumulative Preference Shares of Rs. 10/- each at par to Mawana Sugars Limited on right basis.

# The company on 25th September, 2012 had issued 1,54,691 Equity shares of Rs. 10/- each at a premium of Rs. 90.20 per shares to Siel Infrastructure & Estate Developers Private Limited on right basis.

**b) Terms/ Rights attached to equity shares & preference shares**

**- Equity Shares**

The company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares dividends in Indian rupees. The dividend proposed by the board of Directors is subject to the approval of the Shareholders in the ensuing Annual General meeting, except interim dividend

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, if any. The distribution will be in proportion to the number of equity shares held by the shareholders.

**- Preference shares**

5% Redeemable Cumulative Preference Shares of Rs. 10/- each redeemable within 10 years from the allotment at par and shall not be participating in the surplus assets & profits, on winding up which may remain after the entire capital has been repaid.

**c) Shares held by holding company**

--- Out of equity issued by the company, shares held by its holding company, Subsidiary of holding company are as below:

- Mawana Sugars Limited (formerly Siel Limited)		
14,025,000 ( 31st March'16 : 14,025,000) equity shares of Rs. 10 each fully paid up	14,02,50,000	14,02,50,000
- Siel Infrastructure & Estate Developers Pvt. Ltd. (Formerly Avro Sales Pvt. Ltd.)		
13,629,691 ( 31st March'16 : 13,629,691) equity shares of Rs. 10 each fully paid up	13,62,96,910	13,62,96,910
<b>Total (A)</b>	<u>27,65,46,910</u>	<u>27,65,46,910</u>

--- Out of 5% Redeemable Cuml. Pref. Shares issued by the company, shares held by its holding company, Subsidiary of holding company are as below:

- Mawana Sugars Limited (formerly Siel Limited)		
40,00,000 (Previous Year 40,00,000) 5% Redeemable Cuml. Pref. Shares of Rs. 10 each	4,00,00,000	4,00,00,000
<b>Total (B)</b>	<u>4,00,00,000</u>	<u>4,00,00,000</u>
<b>Total (A+B)</b>	<u>31,65,46,910</u>	<u>31,65,46,910</u>

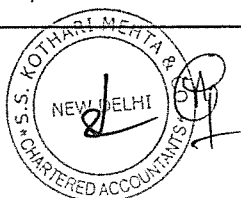
**d) Details of shareholders holding more than 5% shares in the Company**

Name of the shareholder	31st March 2017		31st March 2016	
	No of Shares	% holding	No of Shares	% holding
<b>Equity Shares:</b>				
Mawana Sugars Limited (formerly Siel Limited)	1,40,25,000	50.71%	1,40,25,000	50.71%
Siel Infrastructure & Estate Developers Pvt. Ltd.	1,36,29,691	49.29%	1,36,29,691	49.29%
	<u>2,76,54,691</u>	<u>100%</u>	<u>2,76,54,691</u>	<u>100%</u>
<b>5% Redeemable Cumulative Preference Shares:</b>				
Mawana Sugars Limited (formerly Siel Limited)	40,00,000	100%	40,00,000	100%
Siel Infrastructure & Estate Developers Pvt. Ltd.	-	-	-	-
	<u>40,00,000</u>	<u>100%</u>	<u>40,00,000</u>	<u>100%</u>

As per records of the company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

**e) Aggregate number of bonus shares issued and shares issued for consideration other than cash during the period of five years immediately preceding the reporting date :**

The Company has neither issued any bonus shares nor there has been any buy back of shares during five years immediately preceding 31st March 2017.



*Signature*

Siel INDUSTRIAL ESTATE LIMITED  
NOTE 5: FIXED ASSETS AS AT 31.03.2017

Tangible assets	Land	Office Equipment	Furniture and fixtures	Vehicle	Total
<b>Cost</b>					
At 01st April 2015	5,97,367	5,27,073	19,697	3,17,380	14,61,517
Additions	-	-	-	48,658	48,658
Disposals	-	-	-	38,860	38,860
At 31st March 2016	5,97,367	5,27,073	19,697	3,27,178	14,71,315
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
At 31st March 2017	5,97,367	5,27,073	19,697	3,27,178	14,71,315
<b>Depreciation</b>					
At 01st April 2015	-	5,27,073	19,697	3,17,380	8,64,150
Charge for the year	-	-	-	4,866	4,866
Disposals	-	-	-	(38,860)	(38,860)
At 31st March 2016	-	5,27,073	19,697	2,83,386	8,30,156
Charge for the year	-	-	-	4,866	4,866
Disposals	-	-	-	-	-
At 31st March 2017	-	5,27,073	19,697	2,88,252	8,35,022
<b>Net Block</b>					
At 31st March 2017	5,97,367	-	-	38,926	6,36,295
At 31st March 2016	5,97,367	-	-	43,792	6,41,159

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	As At 31st March 2017		As At 31st March 2016	
<b>3 RESERVES AND SURPLUS</b>				
Surplus/ (deficit) in the statement of profit and loss				
As per last financial statements		(5,04,73,782)		(3,82,07,344)
Add : During the year		(2,76,65,783)		(1,22,66,439)
Less: Appropriations				
- Transfer to General Reserve		-		-
Net surplus in the statement of profit and loss		<u>(7,81,39,565)</u>		<u>(5,04,73,783)</u>
Share Premium A/c				
Opening as per last financial year	1,39,53,129		1,39,53,129	
Additions during the year	-		-	
Closing balance	1,39,53,129	<u>1,39,53,129</u>	1,39,53,129	<u>1,39,53,129</u>
<b>Total Reserves and Surplus</b>		<u><b>(6,41,86,436)</b></u>		<u><b>(3,65,20,654)</b></u>
<b>4 CURRENT LIABILITIES</b>				
Other current liabilities :				
Advance from customers		2,50,000		2,50,000
Other Payables				
-Statutory Dues		13,169		1,07,175
- Security Deposits		3,678		3,678
- Trade Payables				
Enhancement Compensatation payable		7,04,43,193		-
Dues of other than micro and small enterprises	-			-
Dues of micro and small enterprises	-	-		-
-Outstanding Liabilities:				
Related Party	-	-	-	-
Others	4,29,980	4,29,980	4,54,323	4,54,323
<b>Total Other Current Liability</b>		<u><b>7,11,40,020</b></u>		<u><b>8,15,176</b></u>
<b>5 NON-CURRENT ASSETS</b>				
Other Non- Current Assets				
-Fixed deposits against bank guarantee		1,04,036		1,04,036
-Interest receivable on Fixed deposits		37,708		29,161
<b>Total Non-Current Assets</b>		<u><b>1,41,744</b></u>		<u><b>1,33,197</b></u>
Long-term loans and advances				
Advance income tax and TDS (net of provision)		<u>1,44,448</u>		<u>1,94,629</u>
<b>6 CURRENT ASSETS</b>				
a) Inventories				
Stock in Trade				
Land under development/held for sale				
At the beginning of the year		24,62,54,679		22,84,12,017
Increase / (Decrease) in Land		6,85,32,387		1,78,42,662
Add: Change in valuation as per AS-2		-		-
Less: Sales during the year		-		-
		<u>31,47,87,066</u>		<u>24,62,54,679</u>
b) Cash and Cash equivalents				
Cash on hand				
Balances with banks				
-On current accounts			57,38,980	18,44,706
-Deposits with original maturity of less than 12 months			20,00,000	3,10,00,000
			<u>77,38,980</u>	<u>3,28,44,706</u>
Other bank balances				
Deposits with original maturity for more than 3 months but less than 12 months		-	-	-
Deposits with original maturity for more than 12 months		1,04,036	1,04,036	-
		<u>1,04,036</u>	<u>1,04,036</u>	<u>-</u>
Amount disclosed under non-current assets (Note 5)		<u>1,04,036</u>	<u>1,04,036</u>	<u>-</u>
		-	<u>77,38,980</u>	<u>3,28,44,706</u>
c) Loans and advances				
Security deposits				
Unsecured, considered good		-	4,000	4,000
		-	<u>4,000</u>	<u>4,000</u>



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Other Loans and Advances (Unsecured, considered good)				
Advances recoverable in cash or in kind or for the value to be received	-	-	-	1,57,745
Advance income tax and TDS (net of provision)	1,44,448	1,94,629	-	-
	1,44,448	1,94,629	-	1,57,745
Amount disclosed under non-current assets (Note 5)	1,44,448	1,94,629		
Total loans and advances	-	-	4,000	1,61,745
d) Interest Receivable				
- Interest on Fixed Deposits	37,708	29,161	47,961	6,11,316
	37,708	29,161	47,961	6,11,316
Amount disclosed under non-current assets (Note 5)	37,708	29,161	-	-
Other Current Assets	-	-	47,961	6,11,316
7 OTHER INCOME				
Interest income (including tax deducted at source) (TDS Rs. 1,44,448/- Previous Year Rs. 1,94,629/-)	14,42,507			19,33,188
Miscellaneous Sales	-			-
Total Other Income	14,42,507			19,33,188
Other incomes/ Excess Provisions W/back	-			-
Interest on Income Tax Refund	8,761			7,958
Grand Total	14,51,268			19,41,146
8 (INCREASE) / DECREASE IN INVENTORY OF LAND UNDER DEVELOPMENT/HELD FOR SALE				
a) Inventories at the beginning of the year				
Land under development/held for sale	24,62,54,679			22,84,12,017
	24,62,54,679			22,84,12,017
Inventories at the end of the year				
Land under development/held for sale	31,47,87,066			24,62,54,679
	31,47,87,066			24,62,54,679
Adjustment of Land enhancement compensation / Others	6,80,35,348 #			1,59,36,200 #
Additions in Land purchased during year	4,97,039			19,06,462
Increase/Decrease in Stock	(6,85,32,387)			(1,78,42,662)
9 Employee benefits expense				
Salaries , wages etc	-			-
Contribution to provident and other funds	-			-
Staff welfare expenses	-			-
10 OTHER EXPENSES				
a) Rates and Taxes	-			-
b) Payment to auditor				
As Auditor :				
-Audit Fee	60,000			-
-Verification of statements and other reports	60,000			60,000
-Reimbursement of expenses	-			-
c) Professional and Consultancy Charges	35,92,250			55,80,338
d) Miscellaneous Expenses	6,03,877			2,53,763
e) Land Development Exp.	21,61,578			22,96,899
f) Enhancement compensation adj. in respect of land sold in earlier years	2,11,85,215 @			49,62,300 @
g) Security Services Exp.	14,49,265			10,49,418
Total Other Expenses	2,91,12,185			1,42,02,718

# - Includes Rs. 1,87,77,370/- paid to Collector Land Aquisition against enhancement compensation against order dated 15.07.2015 of Hon'ble High Court, Chandigarh. Out of that Rs. 1,43,18,727/- (Previous Year Rs. 1,59,36,200 out of Rs. 2,08,98,500/-) charged to Land stock being the land inventory held by the company and enhancement compensation payable Rs. 7,04,43,193 out of that Rs. 5,37,16,621/- (Previous Year Rs. nil ) charged to Land stock

@ - Amount of Rs. 44,58,643/- (previous Year Rs. 49,62,300/- ) charged to P&L (out of Rs. 1,87,77,370/- (previous Year Rs. 2,08,98,500/-) paid against enhancement compensation)) and enhancement compensation payable Rs. 7,04,43,193 out of that Rs. 1,67,26,572/- (Previous Year Rs. nil ) on account of Land already sold in earlier years i.e. 141.78 acres, out of the total land acquired by the company.



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**Note 11.**

**Contingent Liabilities and Commitments**

	31 <sup>st</sup> Mar.' 2017 (Amount Rs.)	31 <sup>st</sup> Mar.' 2016 (Amount Rs.)
a) Contingent liabilities not provided for in respect of:		
i) Bank Guarantees issued (in Rs.)	50,000	50,000
b) Other Commitments and Claims against the Company not acknowledged as debt		
i) The Company has mortgaged its Industrial estate land measuring 455.23 acres (Previous year 455.23 acre) as a collateral security in favour of lenders of holding company (Mawana Sugars Limited) to secure the repayment of all monies due to lenders up to Rs.7,869,848,000 (previous year Rs. 7,869,848,000).		
ii) The Company has given a Corporate Guarantees of Rs. 5,295,000,000 (Previous year Rs. 5,295,000,000) as collateral security on behalf of the holding company (Mawana Sugars Limited) in favour of lenders of Mawana Sugars Limited.		
iii) Pursuant to MOU signed with Govt. of Punjab, as at the close of the year, the Company has possession of 455.76 acres (Previous year 455.72 acres) of land, which has been conveyed in the name of the Company.		

The Additional District Judge (ADJ), Patiala vide Order dated 12.11.2005, enhanced the amount of compensation of land from 1,45,000/- per acre to Rs. 1,75,000/- per acre i.e. Rs. 30,000 per acre in the basic land price compensation. Compensation towards Abadi land, Loss of Income, Superstructures, trees, etc. was also granted.

The Collector Land Acquisition (CLA) has confirmed a total liability of Rs. 71,598,497 towards the said enhancement and the Company has deposited this entire enhanced amount with the Additional District Judge, Patiala. Suitable adjustment entries in this regard have been made in the books of accounts of the Company.

Thereafter, Company filed an appeal against the above Order before the Hon'ble Punjab & Haryana High Court in April'06, Land owners/ farmers also filed appeals against the Company claiming further enhancement towards land compensation. The Hon'ble High Court vide order dated 15.07.2015 dismissed the appeals filed by the Company and the appeals filed by the land owners were allowed. The Hon'ble High Court while upholding the order of ADJ, Patiala made modification in the order to the extent that the market value of acquired land was revised and fixed at Rs. 2,10,000/- per acre as against Rs. 1,75,000/- per acre assessed by reference court earlier.

Pursuant to the order of the Hon'ble Punjab and Haryana High Court, the Collector Land Acquisitions ('CLA') Department of Industries and Commerce, Punjab by letter dated 26.08.2016 asked the company to deposit a sum of Rs. 10,75,23,756/- towards the basic enhanced compensation, CAC, AMV and interest. The Company has deposited a sum of Rs.2,96,75,870/- (in current year Rs.87,77,370/-) the with the CLA. Thereafter, a further sum of Rs.2,00,00,000/- (including subsequent to Balance sheet date of Rs.1,00,00,000/-) towards enhanced compensation has been deposited by the Company in the Court of Hon'ble Additional District Judge ('ADJ'), Patiala where the landowners have filed execution petitions. On dated 06.03.2017 the Hon'ble ADJ has granted the company a period of 6 months to pay the entire amount of compensation by making part installments at different years. As on date, out of a sum of Rs. 10,75,23,756/- (plus interest till date of payment), the Company has paid a sum of Rs. 4,96,75,870/- up to 04.05.2017.



The landowners have filed Special Leave Petitions ('SLPs') in the Hon'ble Supreme Court of India, against the order dated 15.07.2015 passed by the Hon'ble High Court of Punjab and Haryana, seeking further enhance of compensation. The Company has also filed SLPs in the Hon'ble Supreme Court of India challenging the enhancement of compensation by order dated 15.07.2015 passed by Punjab and Haryana High Court. The SLPs are pending for hearing before the Hon'ble Supreme Court.

- c) The State Government has exempted the Company from all the provisions of Punjab Apartment and Property Regulation Act, 1995 'PAPRA' subject to the terms and conditions as stated in Notification No. 2/14/2000-2HG(2)/895 dated 12.2.2004 and 2/14/2000-2HG(2)/3395-98 dated 25.5.2004.
- d) The legal challenges on 58.01 acres of land deterred potential customers and therefore the development of the land. These legal challenges were finally overcome and the unencumbered possession of the land has been achieved on October, 2011 upon final conclusion of all pending legal cases in the Punjab and Haryana Court in relation to the said land.

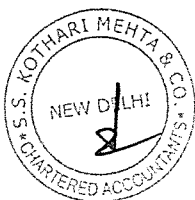
Accordingly, the Company is now in a position to undertake the development of the land in synchronization with the evolving needs of the State and customer interest, as earlier envisaged. The MOU mandates the development of the estate within ten years of receiving the unencumbered possession of the land. A letter has been received from the Government of Punjab, Department of Industries & Commerce (Land Acquisition Branch) confirming the period of ten years for development of Industrial Estate begins from 05<sup>th</sup> Oct. 2011 i.e. the date on which the company received clear & unencumbered possession of land.

- e) During the previous years, The Holding Company i.e., M/s Mawana Sugars Ltd, has sold 49% stake (13,475,000 equity shares of Rs. 10/- each) in the Company to another wholly owned subsidiary i.e. M/s Siel Infrastructure and Estate Developers Private Limited for Rs. 1,350,195,000/-. This consideration has been discharged by issuing of 13,501,950 equity shares of Rs. 100/- each of M/s Siel Infrastructure and Estate Developers Private Limited to M/s Mawana Sugars Limited.
- f) During the previous year, Company on 30<sup>th</sup> November 2015 has issued 4,000,000 - 5% Redeemable Cumulative Preference Shares of Rs. 10/- each at par, redeemable within 10 years from its date of allotment on right basis to its holding company Mawana Sugars Ltd. amounting to Rs. 40,000,000/-. Further, during current year company has offered 8,000,000 - 5% Redeemable Cumulative Preference Shares of Rs. 10/- each at par to Siel IED & MSL. The holding company M/s Mawana Sugars Ltd. has accepted the entire right issue vide letter dated 31.03.2017 after the renouncement by Siel IED.

Dividend not provided on cumulative Preference shares:-

Particulars	Cumulative amount as on 31st Mar' 2017 (Rs.)	Cumulative amount as on 31st Mar' 2016 (Rs.)
5% 4,000,000 (previous year 4,000,000) Redeemable cumulative preference shares (series I)	2,673,973	673,973
Dividend per share for the year	0.67	0.17

- g) As per the accounting policy of the Company, inventories are valued at lower of cost or estimated realizable value. During the accounting year ended 31<sup>st</sup> March 2017, as the estimated realizable value of land was higher than cost, the Company valued its inventories at cost Rs. 314,787,066 (previous year 246,254,679) which is inclusive of enhanced compensation as per the Order of Additional District Judge, Patiala referred to in b above. For the current year, in view of the current prevailing market condition, the value indicated by the valuer is higher than the cost hence, the Company valued its inventories at cost.
- h) Related Party transactions: The list of related parties and transactions with them is as under:



	31 <sup>st</sup> Mar.' 2017 (Amount Rs.)	31 <sup>st</sup> Mar.' 2016 (Amount Rs.)
(1)		
Mawana Sugars Limited (Holding Company)		
- Expenses reimbursed	NIL	4,00,000
- Balance outstanding	NIL	NIL
- Outstanding Corporate Guarantee	5,295,000,000	5,295,000,000
- Issue of Preference Shares	NIL	40,000,000

(2)

- i) The Company has given Corporate Guarantees of Rs. 5,295,000,000 (Previous year Rs. 5,295,000,000) and equitable mortgage of its industrial estate land measuring 455.23 acres (Previous year 455.23 acres) as a collateral security to the lenders of the Company's Holding Company (Mawana Sugars Limited) to secure the repayment of all monies due to lenders up to Rs. 7,869,848,000 (Previous year Rs 7,869,848,000).
- ii) The Holding Company M/s Mawana Sugars Ltd. (MSL) as well as Indian sugar industry, particularly in the State of Uttar Pradesh, had faced difficulties on account of increased sugar cane prices and corresponding lower than expected recovery of sugar from cane, lower sugar prices and consequential under recovery of cost of production in recent times. These factors adversely affected the Company's operations and financial performance, resulting into eroded net worth, mounting cane dues arrears and defaults in debt obligations.

The Company (MSL) got registered with the Board for Industrial and Financial Reconstruction (BIFR) on 10th September 2013 as sick industrial company (in terms of Section 3(1)(o)) under the provisions of Section 15 (1) of the Sick Industrial Companies (Special Provisions), Act, 1985 (SICA). Meanwhile, the Ministry of Finance issued Notifications S.O. 3568 (E) & S.O. 3569 (E) dated 25 November, 2016 to the effect that SICA has been repealed with effect from 1 December, 2016 and all the references or inquiry pending before the BIFR and/ or AAIFR shall stand abated. With this Order BIFR/AAIFR ceased to exist.

Since the previous sugar season, the industry has witnessed a steady increase in sugar prices and improved cane recoveries. This has resulted in the Company generating profits during the last financial year as well as in current year ended March 31, 2017. The industry outlook is also positive in the near future.

Besides, the Company ('MSL') has taken the following steps to improve its financial situation, as under:

- (1) Executed a Business Transfer Agreement on November 18, 2016 with Indian Potash Limited (IPL) to sell off its Agreed Assets and Liabilities excluding contingent liabilities of Titawi Sugar Complex (unit) on a going concern on an 'AS IS WHERE IS WHAT IS' basis by way of a slump sale. Such sale is on certain terms and conditions, part of which have been fulfilled and the rest are under process. The sale is governed by a Business Transfer Agreement (BTA) which stipulates completion of these activities within a certain time frame.
- (2) Effected one time settlement agreements with three lenders, which resulted in the waiver of principal and interest.

Pursuant to the assignment of all rights, titles and interests in the financial assistance granted by two other lenders to the Company with an asset reconstruction company, a major portion of the outstanding



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debts has been restructured for repayment. Also, the Company is in the process of negotiation with the remaining lenders.

In view of the above, the Board of Directors of the Company ('MSL') is confident that the Company would be in a position to realize its assets and discharge its liabilities successfully in the normal course of its business. Accordingly, these financial statements have been prepared on a going concern basis.

Meanwhile lot of progress has been made towards development of the Siel Industrial Estate in terms of obtaining approvals from the competent authorities and creation of basic infrastructure at site. M/s Jones Lang Lasalle (JLL), (an international real estate consulting firm) were engaged to commission the feasibility study for the development of the Industrial estate. Based on this study and the subsequent discussions, it was decided to have the Master Plan prepared with use of entire area as Industrial with the provision of required infrastructure. Based on this M/s Ranjit Sabhiki Architect finalised the Master plan for submission to Punjab Urban Development Agency (PUDA) for approval.

As Change of Land Use (CLU) from Agriculture to Industrial is the prerequisite for the approval of Master Plan, the application for CLU was submitted along with the required documents (e.g. Aks Sajra Maps, Jamabandi of villages, Land schedule and ownership detail, Letter of consent etc.) were submitted to District Town Planner (DTP) at Patiala.

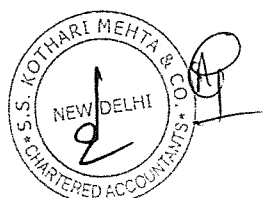
The District Town Planner (DTP) along with his team visited the site for verification. Site report along with the Master Plan of Rajpura, proposed transport network plan etc. were submitted to Senior Town Planner (STP) and Chief Town Planner (CTP) at Mohali for approval.

CTP recommended for the Change of Land Use to the Chief Administrator PUDA. Chief Administrator PUDA forwarded the proposal to the Vice Chairman Housing and Urban Development who forwarded the same to Dy CM. It was duly cleared by him subject to fulfilling of certain conditions which are being duly complied with.

Zonal Plans will be prepared based on the approved Master Plan. This will be followed by the approval of the services plans.

The work on creating some basic infrastructure e.g. Re-carpeting and landscaping of approach roads, building of entry gate and site/ sales office is continuing under the guidance of M/s Ranjit Sabhiki Architect and the landscape consultant. The landscaping of 29M approach road has been completed. The layout of the Gate House Cum Administrative block has been finalized. The area designated for the Command center has been marked at site and the work on land filling to bring its level to 400mm above road level has been completed.

	31 <sup>st</sup> Mar.' 2017 (Amount Rs.)	31 <sup>st</sup> Mar.' 2016 (Amount Rs.)
<b>(3) Fellow Subsidiaries of the Holding Company</b>		
Siel Financial Services Limited	NIL	NIL
Siel Infrastructure & Estate Developers Private Limited (Formerly known as Avro Sales Private Ltd.)	NIL	NIL
<b>(4) Enterprises over which Key Management Personnel have Significant Influence</b>		
Usha International Limited (UIL)		
- Expenses reimbursed	NIL	NIL
- Balance outstanding	NIL	NIL



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(5) **Key Management personnel and their relatives**

Mr. Siddharth Shriram (Chairman)	NIL	NIL
Mr. A. K. Mehra	NIL	NIL
Mr. Rajendra Khanna ( up to 28.07.2015)	NIL	NIL
Mr. H.S. Sandhu (w.e.f. 28.07.2015)	NIL	NIL
Mr. Ravinder Singh Bedi (w.e.f. 17.03.2016)	NIL	NIL

i) The Company is in the process of complying the provisions of Section 203 (1) (i), (ii) & (iii) and Section 149 (4) of the Companies Act, 2013, for the appointment of Chief Executive Officer or Manager or whole-time director, Company Secretary, Chief Financial Officer and Independent director. Consequently, the company is not in compliance with the above sections / clauses of the Companies Act, 2013.

j) Earnings per share (EPS) in terms of Accounting Standard – 20

	31 <sup>st</sup> Mar.' 2017 (12 Months)	31 <sup>st</sup> Mar.' 2016 (12 Months)
(i) Profit/(Loss) as per P&L A/c (in Rs.)	(27,665,783)	(1,22,66,439)
Total Profit/(Loss) after tax attributable to equity shareholders (in Rs.)	(27,665,783)	(1,22,66,439)
(ii) Weighted average number of equity shares of Rs.10/- each outstanding during the year (in nos.)	27,654,691	27,654,691
(iii) Earnings/ (Loss) per share - Basic & Diluted (in Rs.)	(1.00)	(0.47))

*Due to losses dividend on cumulative preference shares not considered.*

**Deferred Tax**

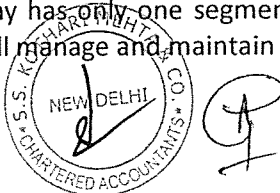
The components of Deferred Tax balances as on 31<sup>st</sup> March 2017 are as follow:-

Particulars	31 <sup>st</sup> Mar.'17	31 <sup>st</sup> Mar.'16
Deferred Tax Liability-	NIL	NIL
Total (A)	NIL	NIL
Deferred Tax Assets-		
Fixed Assets (in Rs.)	1,832	3,121
Brought forward losses (in Rs.)	1,75,33,388	8,025,019
Total (B) (in Rs.)	1,75,35,220	8,028,140
Net Deferred Tax Assets (B-A) (in Rs.)	1,75,35,220	8,028,140
Amount Recognized in Statement of Profit & Loss Account*	-	-

\*As at 31<sup>st</sup> March 2017 the Company has tax losses/ unabsorbed depreciation as per tax laws. In view of virtual uncertainty of realization of tax losses / unabsorbed depreciation, no deferred tax assets have been recognized by the company as at 31<sup>st</sup> March 2017.

k) In the opinion of the management, current assets, loans and advances have a value on realization in the ordinary course of business, not less than the amount at which they are stated in the Balance Sheet.

l) The Company has only one segment of business i.e. to conceive, design, promote, built, develop, consult, establish, sell manage and maintain integrated Industrial Estate, Science Parks, Business Parks etc. Therefore,



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no segment is required to be disclosed as per Accounting Standard (AS) – 17 on “Segment Reporting” prescribed under Section 133 of the Companies Act 2013.

m) Figures are rounded off to the nearest rupee.

n) Additional information required by Para 5 of Part II of Schedule III of the Companies Act, 2013.

**Particulars of opening and closing stock, purchases and sales**

Description	31 <sup>st</sup> Mar.' 2017 (Acres)	31 <sup>st</sup> Mar.' 2016 (Acres)
Opening stock	455.72	455.57
Purchases	0.04	0.15
Adjustments	-	-
Sales	-	-
Closing stock	455.76	455.72

12. Details of Cash transactions in cash book for the year 08.11.2016 to 30.12.2016 in Specified/other denomination bank notes. (SBN/Non SBN)


Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on November 8, 2016	-	-	-
(+) Permitted receipts (Withdrawal from Banks/ Other receipts)	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on December 30, 2016	-	-	-

\*\*\* No cash in hand maintained by the company.

13. Previous year figures have been regrouped and re-casted wherever considered necessary.

Signatures to Notes 1 to 13 inclusive

As per our report of even date attached  
for S.S.Kothari Mehta & Co.,  
Chartered Accountants  
Firm Registration No.: 000756N

  
Kamal Kishore  
Partner  
Membership No.078017



New Delhi  
Dated: May 24<sup>th</sup> 2017



For and on behalf of the Board of Directors of  
Siel INDUSTRIAL ESTATE LIMITED

  
Director  
Harjeet Singh Sandhu  
DIN-07234956

  
Director  
Ashwani Kumar Mehra  
DIN-00060254

