

INDEPENDENT AUDITOR'S REPORT

**TO MEMBERS OF SIEL INFRASTRUCTURE & ESTATE DEVELOPERS
PRIVATE LIMITED (FORMERLY KNOWN AS AVRO SALES PRIVATE
LIMITED)**

Report on the Financial Statements

We have audited the accompanying financial statements of SIEL Infrastructure & Estate Developers Private Limited (formerly known as Avro Sales Private Limited ("*the Company*"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and 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

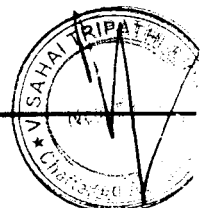
Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 ("*the Act*") read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. 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



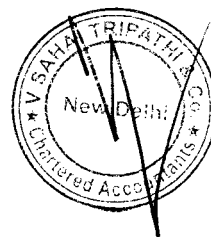
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:-

- (a) in the case of the Balance Sheet, of the State of Affairs of the Company as at March 31, 2014;
- (b) in the case of statement of Profit and Loss, of the loss for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- 1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- 2. As required by section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013.



- e. on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For V Sahai Tripathi & Co.

Chartered Accountants

Firm's Registration Number : 000262N

(Manish Mohan)

Partner

Membership No. 91607

Place : New Delhi

Dated : 05-Sept.-2014



ANNEXURE TO AUDITORS' REPORT

(Referred to in paragraph (1) of our report on other legal and regulatory requirements of Independent Auditor's Report of even date)

Annexure referred to in paragraph (1) of the report on other legal and regulatory requirements of Independent Auditor's Report to the members of SIEL Infrastructure & Estate Developers Private Limited (formerly known as Avro Sales Private Limited on the financial statements for the year ended March 31, 2014

1) In respect of Fixed Assets:-

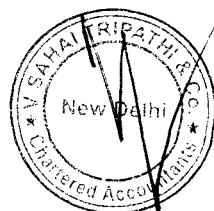
- a) There are no fixed assets in the Company during the financial year ending 31st March, 2014. Accordingly the clause regarding maintaining proper records showing full particulars, including quantitative details & situation of fixed assets, does not apply to the Company during the financial year ending 31st March, 2014.
- b) Accordingly, the rest of the clauses do not apply during the financial year ending 31st March, 2014.

2) In respect of Inventories:

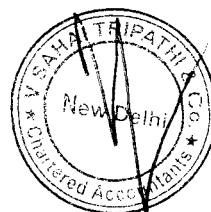
- a) During the financial year ending 31-March-2014, there were no Inventories maintained by the Company. Accordingly, clause 4(ii) of the Companies (Auditor's Report) Order, 2003 ('the Order') in respect of Inventories is not applicable during the reporting year ending 31-March-2014.
- b) The clause regarding physical verification of Inventory is not applicable on the Company during the reporting year ended 31-March-2014.

3. In respect of loans, secured or unsecured, granted or taken by the company to/ from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956: -

- a) To the best of our knowledge and according to the information and explanations given to us, the Company has not taken any unsecured loan from the Companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956, during the financial year ending 31-March-2014.



- b) To the best of our knowledge and according to the information and explanations given to us, the Company has not granted any unsecured loan(s) to any party, firms or Companies covered in the register maintained under Section 301 of the Companies Act, 1956, during the financial year ending 31-March-2014.
4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and nature of its business with regard to purchases and sales of stocks of shares and purchase of fixed assets. There is no sale of services. Further, on the basis of our examination and according to the information and explanations given to us, we have neither come across nor have been informed of any instance of major weaknesses in the aforesaid internal control system.
5. In respect of transactions covered under Section 301 of the Companies Act, 1956 :-
- a. In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.
- b. However, no transaction covered under Section 301 of the Companies Act, 1956, have been entered during the year ending 31-March-2014. Accordingly the rest of the clause is not applicable.
6. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of sections 58A and 58AA or any other relevant provisions of the Companies Act, 1956 to the extent applicable with regard to the deposits accepted from the public. As per the information and explanations given to us, no order has been passed by the Company Law Board, National Company Law Tribunal or Reserve Bank of India, any other court or any other tribunal with regard to fixed deposits.
7. The company does not have an average annual turnover exceeding five crore rupees for a period of three consecutive financial years immediately preceding the financial year concerned, however the paid up capital & reserves of the Company are more than Rs 50 Lacs. Accordingly it is mandatory for the Company to conduct Internal Audit or have Internal Audit System commensurate with its size and nature of business. *No Internal Audit as mandated by this clause has been conducted by the management of the Company since insignificant volume of work and accordingly, we are unable to comment on the same.*
8. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956.

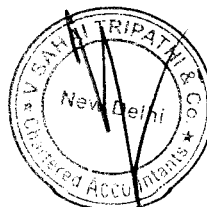


9. In respect of statutory dues:

- 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 Income Tax and other material statutory dues as applicable, with the appropriate authorities. According to the information and explanations given to us, no undisputed amount payable in respect of the aforesaid dues where outstanding as at 31st March, 2014 for a period of more than six months from the date of becoming payable.
- (b) According to the information and explanations given to us and the records of the company produced before us, there were no dues in respect of Sales Tax, Income-tax, Custom Duty, Wealth Tax, Excise Duty, and Cess as at March 31, 2014, which have not been deposited on account of a dispute and pending before appropriate authorities

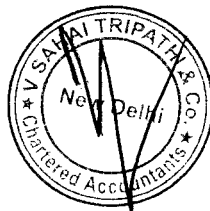
- 10. According to the records of the company, the Company's have accumulated losses as at 31st March, 2014. The company has incurred cash losses during the financial year ended March 31, 2014 as well as during the financial year ending 31st March, 2013.
- 11. The Company has no borrowings from financial institutions, banks, or debenture holders. Accordingly, the clause is not applicable to the Company.
- 12. The Company has not granted loans and advances on the basis of security by way of pledge of shares and other securities. Accordingly, clause 4(xii) of the order is not applicable.
- 13. The company is not a chit fund or a nidhi / mutual benefit fund/ society. Therefore, clause 4(xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the company.
- 14. According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, clause 4(xiv) of the order is not applicable.

However, the shares, securities, debentures and other long-term investments which have been held by Company as Long-Term Investments, have been held by the company in its own name.



15. In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year. Accordingly, clause 4(xv) of the order is not applicable.
16. In our opinion and based on the information and explanation given to us, no term loans were borrowed during the year and consequently, the provisions of clause 4 (xvi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
17. According to the information and explanation given to us, the Company has not raised any funds on short-term basis. All assets have been funded by shareholder's funds.
18. During the year, the company has not made any preferential allotment of share to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly, clause 4(xviii) of the order is not applicable.
19. The company has not issued any debentures. Accordingly, clause 4(xix) of the order is not applicable.
20. The company has not raised any money by way of public issue during the year. Accordingly, clause 4(xx) of the order is not applicable.
21. 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 fraud on or by the company, noticed or reported during the year, nor we have been informed of such case by the management.

For V Sahai Tripathi & Co.
Chartered Accountants
Firm's Registration Number : 000262N



(Manish Mohan)
Partner
Membership No. 91607

Place : New Delhi
Dated : 05-Sep.-2014

Siel Infrastructure & Estate Developers Private Limited
(Formerly Known as Avro Sales Private Limited)

BALANCE SHEET AS AT MARCH 31, 2014

	Notes	As at 31st March 2014 Rs.	As at 31st March 2013 Rs.
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	1	1,376,161,700	1,376,161,700
Reserves and surplus	2	(9,772,312)	(9,704,591)
		1,366,389,388	1,366,457,109
Current Liabilities			
Other Current Liabilities	3	44,047	52,706
		44,047	52,706
Total		1,366,433,435	1,366,509,815
ASSETS			
Non-current Assets			
Non-current Investments	4	1,365,704,361	1,365,706,065
Long term loans and advances	5	330,494	362,090
		1,366,034,855	1,366,068,155
Current assets			
Cash and Bank balances	6	377,423	441,660
Other Current assets	7	21,157	-
		398,580	441,660
Total		1,366,433,435	1,366,509,815
Accompanying Notes are an integral part of Financials			
	1-22		

As per our report attached to the Financial Statements

For V Sahai Tripathi & Co.

Firm Registration Number : 000262N

Chartered Accountants

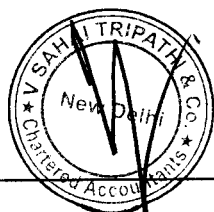
MANISH MOHAN

Partner

M. N.-091607

Place : New Delhi

Dated : 05-Sep-2014



For and on behalf of Board of Directors

Director

Director

Siel Infrastructure & Estate Developers Private Limited
(Formerly Known as Avro Sales Private Limited)

STATEMENT OF PROFIT AND LOSS FOR YEAR ENDED MARCH 31, 2014

	Notes	Year ended 31st March 2014 Rs	Year ended 31st March 2013 Rs
Income			
Other income	8	31,618	-
Total Revenue		31,618	-
Expenditure			
Other expenses	9	65,299	9,108,332
		65,299	9,108,332
Loss before exceptional and extraordinary items and tax		(33,681)	(9,108,332)
Exceptional Items		-	-
Loss before tax		(33,681)	(9,108,332)
Current tax		-	-
Less : Prior Period Tax Adjustments		34,040	-
Loss from continuing operations		(67,721)	(9,108,332)
Basic and diluted earning per share (Rs.)	19	(0.005)	(1.20)
Accompanying Notes are an integral part of Financials		1-22	

As per our report attached to the financial Statements

For V Sahai Tripathi & Co.

Firm Registration Number : 000262N

Chartered Accountants

For and on behalf of Board of Directors

MANISH MOHAN

Partner

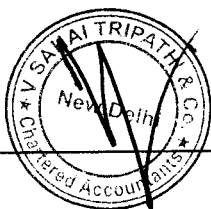
M. N.-091607

Place : New Delhi

Dated : 05-Sep-2014

Director

Director



Handwritten signature/initials

SIEL INFRASTRUCTURE & ESTATE DEVELOPERS PRIVATE LIMITED

(Formerly Known as Avro Sales Private Limited)

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2014

Particulars	Year ended 31st March 2014 Rs.	Year ended 31st March 2013 Rs.
A. Cash flow from operating activities :		
Net profit / (loss) before extra-ordinary items and tax	(67,721)	(9,108,332)
Extra ordinary Items (income)	-	-
Net profit / (loss) after extra-ordinary items but before tax	(67,721)	(9,108,332)
Add:-		
Depreciation	-	-
Provision for diminution of Long term Investment	1,705	50,124
Less:-		
Provision / Liabilities no longer required written back	7,186	-
Interest/Dividend income	24,432	-
Operating profit/(loss) before working capital changes	(97,634)	(9,058,208)
Adjustment for :-		
(Increase)/ Decrease in trade and other receivables	(21,157)	-
(Increase) / Decrease in stock in trade	-	-
Increase / (Decrease) in trade / other payables	(1,473)	(53,172)
Cash generated from operations	(120,264)	(9,111,380)
Direct taxes paid	-	-
Net cash inflow/(outflow) from operations	(120,264)	(9,111,380)
B. Cash flow from investing activities :		
Interest/Dividend income	24,432	-
Increase/Decrease in investment	-	(15,500,039)
Net cash inflow / (outflow) from investing activities	56,028	(15,500,039)
C. Cash flow from financing activities :		
Proceed from issue of Share	-	25,000,000
Net cash inflow/(outflow) from financing activities	-	25,000,000
D. Net increase/(decrease) in cash and cash equivalents	(64,236)	388,581
E. Cash and cash equivalents as at opening	441,660	53,079
F. Cash and cash equivalents as at closing	377,423	441,660

Accompanying Notes are an integral part of Financials

1-22

As per our report attached to the financial Statements

For V.Sahai Tripathi & Co.

For and on behalf of Board of Directors

Firm Registration Number : 000262N

Chartered Accountants

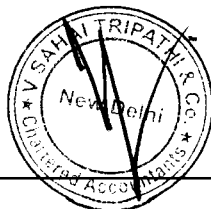
MANISH MOHAN

Partner

M. N.-091607

Place : New Delhi

Date: 05-Sep.-2014



Director

Director

(Formerly Known as Avro Sales Private Limited)

	As at 31st March 2014	As at 31st March 2013
	Rs.	Rs.
Authorised		
- 15,000,000 Equity Shares of Rs. 100 each (Previous Year 15,000,000 Equity shares of Rs. 100 each)	1,500,000,000	1,500,000,000
Issued, subscribed and fully paid up		
- 13,761,617 Equity Shares of Rs. 100 each (Previous Year 13,761,617 Equity shares of Rs. 100 each)	1,376,161,700	1,376,161,700
	1,376,161,700	1,376,161,700
(i) Reconciliation of equity shares :		
Number of outstanding shares at the beginning of the period	<u>Nos.</u>	<u>Nos.</u>
Shares issued during the period	13,761,617	9,667
Number of outstanding shares as at the end of the period	-	13,751,950
	13,761,617	13,761,617

Number of outstanding shares at the beginning of the period

Shares issued during the period

Number of outstanding shares as at the end of the period

(iii) Shares held by its holding company and their subsidiary:

Out of the equity shares issued by the Company, shares held by its holding and their subsidiaries are as below:

	As at 31st March 2014	As at 31st March 2013
	No. of Shares held	No. of Shares held

Mawana Sugars Limited (Equity shares of Rs. 100 each fully paid up)

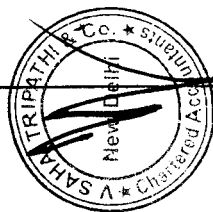
(iv) Details of shareholders holding more than 5% equity shares in the Company:

Name of shareholders	As at 31st March 2014		As at 31st March 2013	
	No. of Shares held	%age of holding	No. of Shares held	%age of holding
Mawana Sugars Limited	13,761,617	100	13,761,617	100
Total	13,761,617	100	13,761,617	100

(v) Detail of shares allotted as fully paid up without payment being received in cash:

Detail of shares allotted as fully paid up without payment being received in cash.

Equity Shares :- The Company on 13th September, 2012 has acquired 49% stake in M/s Siel Industrial Estate Limited (the wholly owned subsidiary of Mawana Sugars Ltd.) from Mawana Sugars Limited for Rs. 135,01,95,000/- . The consideration for purchase of aforesaid shares has been discharged by way of issuance of 13501950 Equity Shares of the Rs. 100/- each of the company to Mawana Sugars Limited . Such shares has been issued other than cash.

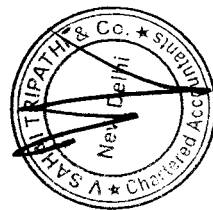


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Siel Infrastructure & Estate Developers Private Limited
(Formerly Known as Avro Sales Private Limited)

Note 2 - Reserves and Surplus				
Particulars	As at 1st April 2013 (Rs)	Additions During the Year (Rs)	Deductions During the Year (Rs)	As at 31st March 2014 (Rs)
Securities Premium	132,888	-	-	132,888
General Reserve	1,348,527	-	-	1,348,527
Profit / (Loss) Account	(11,186,006)	(67,721)	-	(11,253,727)
Total	(9,704,591)	(67,721)	-	(9,772,312)

Note 3 Other Current Liabilities		
Particulars	As at 31st March 2014 (Rs)	As at 31st March 2013 (Rs)
<u>Other payables</u>		
- Others	44,047	52,706
Total	44,047	52,706






Siel Infrastructure & Estate Developers Private Limited

(Formerly Known as Avro Sales Private Limited)

Note 4 NON CURRENT INVESTMENTS LONG TERM INVESTMENTS - AT COST

4 (a)	Particular	As at 31st March 2014	As at 31st March 2013
	Non-Trade Investments (Refer Note 4 (b))		
	Investment in Equity Shares	1,365,756,190	1,365,756,190
	Less : Provision for diminution in value	51,829	50,124
	Total	1,365,704,361	1,365,706,065

Non current investments consist of the following :

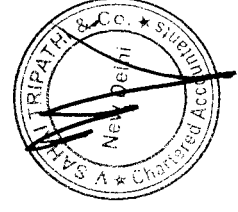
4 (b) Details of Non-Trade Investments

Sr. No.	Particulars	Subsidiary / Associate / JV/ Controlled Special Purpose Entity / Others	No. of Shares / Units	Quoted / Unquoted	Partly Paid / Fully paid	Amount in Rs.	Basis of Valuation
			As at 31st March 2014	As at 31st March 2013		As at 31st March 2014	As at 31st March 2013
(a)	Investments in Equity Shares						
i	Mawana Sugars Limited (Face value of Rs. 10/- each)	Holding Co.	1,192	1,192	Fully Paid	61,150	61,150
ii	Siel Industrial Estates Ltd (Face value of Rs. 10/- each)	Associate Co	13,629,691	13,629,691	Fully Paid	1,365,695,040	1,365,695,040
	Total		13,630,883	13,630,883		1,365,756,190	1,365,756,190

Particulars	As at 31st March 2014	As at 31st March 2013
Market value of quoted investment	9,321	11,026

4 (c) The Company on 13th September, 2012 has acquired 49% stake (13475000 equity shares of Rs. 10/- each fully paid-up) in M/s Siel Industrial Estate Limited (the wholly owned subsidiary of Mawana Sugars Ltd.) from Mawana Sugars Limited for Rs. 135,01,95,000/-. The consideration for purchase of aforesaid shares has been discharged by way of issuance of 135,01,950 Equity Shares of the Rs. 100/- each of the company to Mawana Sugars Limited. Such shares has been issued other than cash.

4 (d) Considering the accumulated losses, yearly performance, future scenario in Sugar Industry and current market price of equity shares of Mawana Sugars Limited, Company has provided diminution which is other than temporary in value of shares of Mawana Sugars Limited. The same has been reduced to market price prevailing as at 31st March 2014.



Siel Infrastructure & Estate Developers Private Limited

(Formerly Known as Avro Sales Private Limited)

Note 5 - Long Term Loans and Advances

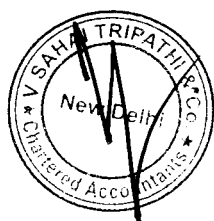
Particulars	As at 31 March 2014 Rs.	As at 31 March 2013 Rs.
Security Deposits		
- Unsecured considered Good	143,423	143,423
Other Loans & Advances		
- Advance Tax/TDS receivable .	187,071	218,667
Total	330,494	362,090

Note 6 - Cash and Bank Balances

Particulars	As at 31 March 2014 Rs.	As at 31 March 2013 Rs.
Cash and cash equivalents		
Cash in hand	7,246	7,316
In Current Accounts	60,177	434,344
Deposit with banks	310,000	-
(Maturity within 3 months from the date of Balance sheet)	-	-
Total	377,423	441,660

Note 7 - Other Current Assets

Particulars	As at 31 March 2014 Rs.	As at 31 March 2013 Rs.
Interest accrued on invesment and deposits	21,157	-
Total	21,157	-



Siel Infrastructure & Estate Developers Private Limited

(Formerly Known as Avro Sales Private Limited)

Note 8 : Other Income

Particulars	Year ended 31st March 2014 Rs	Year ended 31st March 2013 Rs
Interest	24,432	-
Sundry balance Written back	7,186	-
Total	31,618	-

Note 9 : Other Expenses

Particulars	Year ended 31st March 2014 Rs	Year ended 31st March 2013 Rs
Auditors' remuneration		
- Audit fee	25,745	22,828
- Out -of-pocket expenses	-	-
Bank Charges	10	6,544
Legal & Professional expenses	37,839	9,028,476
Printing & Stationery	-	360
Diminution in value of Long Term Investment	1,705	50,124
Total	65,299	9,108,332



Note 10 Significant Accounting Policies:-

A. Basis of Preparation of Financial Statements

The Financial statements have been prepared in accordance with Indian generally Accepted Accounting Principles ("GAAP") under the historical cost convention on accrual basis and are in accordance with the applicable accounting standards issued & prescribed in the Companies (Accounting Standards) Rules, 2006. These Accounting policies have been consistently applied, except where a newly issued accounting standard is initially adopted by the company. Management evaluates the effect of accounting standards issued on a going basis and ensures that they are adopted as mandated by the said rules.

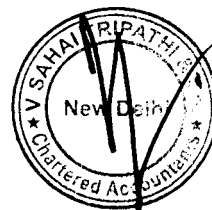
As required & mandated by relevant guidelines prescribed under Companies Act, 1956, Company has prepared its financials as per Revised Schedule VI. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the revised Schedule VI to the Companies Act, 1956. Based on the nature of products/services and the time between the acquisition of assets/services for processing and their realization in cash and cash equivalents, the Company has considered a period of twelve months for the purposes of classification of assets and liabilities as current and non-current.

B. Investment

Investments are classified into current and non-current (long-term) investments. Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as non-current (long-term) investments. Current investments are stated at the lower of cost and fair value determined on an individual basis. A provision for diminution in value is made to recognize a decline other than temporary in the value of non-current (long-term) investments.

C. Revenue recognition:

- i) Revenue is being recognized on accrual basis in accordance with the Accounting Standard-9 on 'Revenue Recognition'.
- ii) Dividend income is recognized if the right to receive the payment is established by the Balance Sheet date.
- iii) Interest is recognized on a time proportion basis in accordance with agreement taking into account the amount outstanding and the rate applicable.



D. Taxes on Income

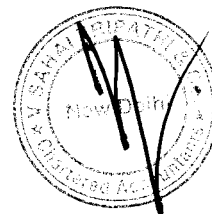
The current charge for Income Tax is ascertained on the basis of assessable profits computed in accordance with the provisions of the Income Tax act, 1961.

Minimum Alternative Tax ("MAT") paid in accordance with the tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an Asset if there is convincing evidence that company will pay normal tax in future. MAT Credit entitlement can be carried forward and utilized for a period of ten years from the year in which the same is availed. Accordingly, it is recognized as an asset in the balance sheet when it is probable that the future economic benefit associated with it will flow to the company and the asset can be measured reliably.

Deferred tax is recognized subject to the consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are recognized for the future tax consequences attributable to timing differences that result between taxable profits and accounting profits. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in the period that includes the enactment date. Deferred tax assets on timing difference are recognized only if there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. However, deferred tax assets on the timing differences when unabsorbed depreciation and losses carried forward exist, are recognized only to the extent that there is virtual certainty that sufficient future taxable income will be available against which such deferred tax can be realized. Deferred tax assets are reassessed for the appropriateness of their respective carrying values at each balance sheet date. Deferred Tax Assets are recognized and carried forward to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

E. Provisions and Contingencies

Provisions are recognized when the Company has a present obligation as a result of past events, for which it is probable that an outflow of resources embodying economic benefits will be required to settle are reviewed regularly and are adjusted where necessary to reflect the current best estimates of the obligation. Where the Company expects a provision to be reimbursed, the reimbursement is recognized as a separate Asset, only when such reimbursement is virtually certain. Contingent Liabilities are disclosed after an evaluation of the facts and legal aspects of the matters involved. Contingent Assets are neither recognized, nor disclosed. Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet.



11. The name of the Company has been changed from Avro Sales Private Limited to SIEL Infrastructure & Estate Developers Private Limited in compliance with Section 21 of the Companies Act, 1956 on 19th July 2012. The amended name has been mentioned in the financials in compliance with Companies Act, 1956.
12. There are no employees in the company at the year ending 31st-March-14. No Employee Benefits Schemes such as Gratuity, Provident Fund & other staff welfare schemes are applicable on the Company during the reporting year. Accordingly no provision has been made during the reporting period as mandated by "*Accounting Standard-15 on Employees Benefits*", issued by the Companies (Accounting Standards) Rules, 2006.
13. There are no Fixed Assets in the Company as at 31st March 2014 and as at 31st March 2013 respectively.
14. The company had no outstanding dues to suppliers under The Micro, Small and Medium Enterprises Development Act, 2006, (MSMED Act) as at March 31, 2014.
15. The Company is a Non-Small and Medium Sized Company (Non-SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, Company has complied with the Accounting Standards as applicable to a Non-Small and Medium Sized Company.
16. No deferred tax has been determined during the year ending 31st March 2014. The deferred tax assets have not been provided on brought forward losses in view of non existence of virtual certainty as at 31st March 2014 in accordance with Accounting Standard (AS) 22 issued by the Companies (Accounting Standards) Rules, 2006.
17. Reserve Bank of India has issued a clarification vide its notification RBI/2006-07/158, DNBS (PD) C.C. No. 81/03.05.002/2006-07, Dated October 19, 2006 that a company will be treated as a non-banking financial company (NBFC) if its financial assets are more than 50 per cent of its total assets (netted off by intangible assets) and income from financial assets is more than 50 per cent of the gross income. Both these tests are required to be satisfied as the determinant factor for principal business of a company for the purpose of identification of an NBFC. The Company has become non-banking financial company(CIC-ND-SI) on the basis of financial assets & income from financial assets criteria. Since the Company was complying with the conditions laid down under "*The Core Investment Companies (Reserve Bank) Directions, 2011*", the Company submitted an application dated December 17, 2013 with Reserve Bank of India seeking exemption from registration with RBI as Core Investment Company (CIC-ND-SI). RBI vide letter no. DNBS.ND.NO.-2958/Regn. No. CIC./04.04.9999/2013-14 has granted exemption from registration of Company as Core Investment Company (CIC-ND-SI).
18. The Company is Systematically Important Non Deposit Taking Core Investment Company and it has invested in the equity shares of SIEL Industrial Estate Limited which is its associate & also fellow subsidiary of Mawana Sugars Limited. SIEL Industrial Estate Limited, the investee intends to invest in estate business. The said estate business will include but not limited to conceiving, designing, promoting, investing, developing, constructing, managing integrated industrial estate, science

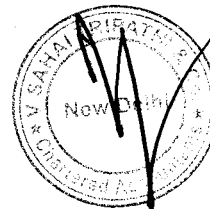


	Year Ended 31.03.2014	Year Ended 31.03.2013
(a) Net Profit/ (Loss) for the year/period attributable to Equity Shares	(67,721)	(91,08,332)
(b) Number of Shares at the beginning of the year :-	1,37,61,617	9,667
Number of Shares at the end of the period:-	1,37,61,617	1,37,61,617
Weighted average number of shares outstanding during the year	1,37,61,617	75,84,023
(c) Nominal value of each equity shares	100	100
(d) Earning per share – Basic (Rs.)	(0.005)	(1.20)
(e) Earning per share - Diluted(Rs.)	(0.005)	(1.20)
() Denotes negative figure		

20. **Related party disclosure**

A. List of Related Parties

Holding Company	:	Mawana Sugars Limited
Fellow Subsidiary	:	Siel Financial Services Limited
Associate Company & Fellow Subsidiary	:	Siel Industrial Estate Limited

B. Transactions with related parties

Transactions with related party are set out below:-

(In Rupees)

(In Rupees)	Year ended 31 st March 2014	Year ended 31 st March 2013
Particulars		
Reimbursement to Mawana Sugars Limited	Nil	3,500
Balances Outstanding		
Payable to holding company	Nil	Nil
Non- Current Investment	1,36,57,03,467	1,36,57,06,065

21. As the Company's business activity falls within a single primary business segment "Investment Operations", the disclosure requirements of Accounting Standard (AS 17) "Segment Reporting" issued by Institute of Chartered Accountants of India are not required to be furnished.
22. **Comparative Figures**
Previous year's figures have been re-grouped/reclassified, wherever necessary. The figures of current reporting year as well as previous year's consist of 12 months ended on 31st March, 2014.

As per our report of even date

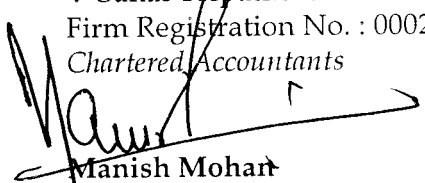
Attached to the balance sheet

For & on behalf of

V Sahai Tripathi & Co.

Firm Registration No. : 000262N

Chartered Accountants

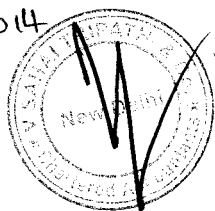

Manish Mohan

Partner

(M.N.-091607)

Place : New Delhi

Date : 05-Sep.-2014



On behalf of the Board


Director


Director