

# Siel Financial Services Limited



Refer: SFSL/BSE/

February 12, 2018

BSE Limited  
P.J. Towers,  
Dalal Street  
Fort, Mumbai - 400001

**SUB : SUBMISSION OF UNAUDITED FINANCIAL RESULTS OF THE COMPANY  
FOR THE QUARTER AND NINE MONTHS ENDED ON 31.12.2017**

Dear Sir,

In terms of the Regulation 33(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the Unaudited Financial Results of the Company for the Quarter and Nine Months ended on 31.12.2017 along with the Limited Review Report.

These have been taken on record by the Board of Directors in their meeting held today.

These results are being published in the newspapers.

Thanking you,

Yours faithfully,

( MADHU VRAT KAUSHIK )  
DIRECTOR  
DIN-07297518

Encl: as above.

A Subsidiary of MAWANA SUGARS LIMITED

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TELEPHONE : 91-11-25739103 FAX : 91-11-25749659  
REGD. OFFICE : SONI MANSION, 12-B, RATLAM KOTHI, INDORE - 452 001 (M.P.)

CIN: L65999MP1990PLC007674

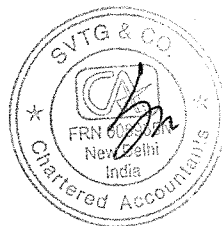
**Siel Financial Services Limited**

Regd. Office : Soni Mansion, 12-B, Ratlam Kothi, Indore - 452001(M.P.)

**Statement of Unaudited Financial Results for the Quarter and 9 Months on 31.12.2017**

**Rs.In Lacs**

S.No.	Particulars	Unaudited				
		Quarter Ended			Nine Months	
		December 31,2017	September 30, 2017	December 31,2016	December 31,2017	December 31,2016
I	Revenue from Operations	-	-	-	-	-
II	Other Income	0.85	25.68	1.27	27.37	71.73
III	<b>Total Revenue (I + II)</b>	<b>0.85</b>	<b>25.68</b>	<b>1.27</b>	<b>27.37</b>	<b>71.73</b>
IV	Expenses					
	Cost of materials consumed	-	-	-	-	-
	Purchases of stock-in-trade	-	-	-	-	-
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(0.25)	-	0.09	(0.29)	(0.20)
	Employee benefits expense	-	-	-	-	-
	Finance Cost	-	-	-	-	35.30
	Depreciation and amortisation expense	-	-	-	-	-
	Other expenditure	1.28	5.34	1.23	7.92	24.57
	<b>Total Expenses</b>	<b>1.03</b>	<b>5.34</b>	<b>1.32</b>	<b>7.63</b>	<b>59.67</b>
V	<b>Profit before exceptional items and tax(III - IV)</b>	<b>(0.17)</b>	<b>20.34</b>	<b>(0.05)</b>	<b>19.74</b>	<b>12.06</b>
VI	Exceptional Items	-	-	-	-	-
VII	<b>Profit before tax(V - VI)</b>	<b>(0.17)</b>	<b>20.34</b>	<b>(0.05)</b>	<b>19.74</b>	<b>12.06</b>
VIII	Tax expenses					
	(1) Current Tax	-	(6.17)	1.49	(6.17)	10.70
	(2) Deferred Tax	-	-	-	-	-
	(3) Mat Credit Entitlement	-	-	-	-	-
IX	<b>Profit/(Loss) for the period from continuing operations (VII - VIII)</b>	<b>(0.17)</b>	<b>14.17</b>	<b>(1.54)</b>	<b>13.57</b>	<b>1.36</b>
X	<b>Profit/ Loss for the Period</b>	<b>(0.17)</b>	<b>14.17</b>	<b>(1.54)</b>	<b>13.57</b>	<b>1.36</b>
XI	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss	-	-	-	-	-
	(ii) Income Tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income Tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
XII	<b>Total Comprehensive Income for the period (X + XI) (Comprising profit/(loss) and other Comprehensive Income for the period)</b>	<b>(0.17)</b>	<b>14.17</b>	<b>(1.54)</b>	<b>13.57</b>	<b>1.36</b>
XIII	Paid-up Equity Share Capital (Face value of Rs.10/- each	1,132.30	1,132.30	1,132.30	1,132.30	1,132.30
XIV	Reserve excluding Revaluation Reserves as per balance sheet	-	-	-	-	-
XV	(i) Earning Per Share (of Rs. 10/- each)					
	(a) Basic	(0.00155)	0.12516	(0.01357)	0.11987	0.01
	(b) Diluted	(0.00155)	0.12516	(0.01357)	0.11987	0.01



**Notes:**

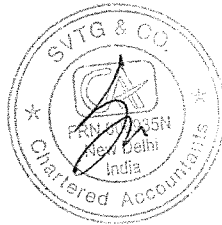
- 1 The above financial results for the quarter ended December 31, 2017, have been reviewed/recommended by the Audit Committee and approved and taken on record by the Board of Directors in their respective meetings held on 12th February 2018
- 2 The Statutory Auditors have carried out limited review of the above financial results for the quarter ended 31st December, 2017.
- 3 This Statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS), prescribed under Section 133 of the Companies Act, 2013, and other recognised accounting practices and policies to the extent applicable. Beginning April 1, 2017, the Company has for the first time adopted Ind AS with a transition date of April 1, 2016.
- 4 The format for unaudited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 5, 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013, which are applicable to Companies that are required to comply with Ind AS.
- 5 The Statement does not include Ind AS-compliant results for the preceding quarter and previous year ended March 31, 2017 as the same are not mandatory as per SEBI's circular dated July 5, 2016.

- 6 The reconciliation of Net Profit reported in accordance with Indian GAAP to Total Comprehensive Income in accordance with Ind AS is given below:

Particulars	Quarter Ended December 31, 2016	Nine months ended December 31, 2016
Net Profit as per previous GAAP (Indian GAAP)	(1.45)	36.46
Add/ (Less) - Adjustment for Ind-AS (net of tax):		
Net impact of Fair Valuation of Investments		
Through Profit & Loss	(0.09)	0.20
Through Other Comprehensive Income	-	-
Deferred tax on fair valuation of investments	-	(35.30)
Interest on Unwinding of Preference Share Capital	-	-
Net Profit as per Ind AS	(1.54)	1.36

- 7 The figures of the previous period/year have been regrouped/recast, wherever considered necessary, to conform to the current year's classification.

Place : New Delhi  
Date: 12.02.2018



For Siel Financial Services Limited

*Madhu Vrat Kaushik*  
Madhu Vrat Kaushik, Director  
DIN : 07297518

*Shukla*



## SVTG & Co

Chartered Accountants

Flat-S-2, IInd Floor, Gobind Bhawan,  
4384/4A, Tulsi Dass Street, Ansari Road,  
Darya Ganj, New Delhi - 110002,  
Phone : +91 11 4352 2770, 2326 6811

### LIMITED REVIEW REPORT

1. We have reviewed the unaudited financial results of Siel Financial Services Limited, having its registered office at Soni Mansion, 12-B, Ratlam Kothi, Indore-452021, Madhya Pradesh (the "Company") for the quarter ended December 31, 2017, which are included in the accompanying Statement of unaudited financial statements results for the quarter ended December 31, 2017, together with the notes thereon (the "Statement"). The statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which are initiated by us for identification purposes. The statement is responsibility of the Company's Management and has been approved by the Board of Directors. Further, the Management is also responsible to ensure that the accompanying policies used in the preparation of this statement are consistent with those used in the preparation of the Company's opening unaudited Balance Sheet as at April 1, 2017 prepared in accordance with the Companies (Indian accounting Standard) Rules, 2015 (IND AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies. Our responsibility is to issue a report on statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above subject to the notes and audit qualifications and consequential effects thereto not considered by company as referred in notes attached as per annexure "s", nothing has come to our attention that causes us to believe that the statement has not been prepared in all material respects in accordance with IND AS and other recognized accounting practices and policies, and has not been disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the Note 3 to the statement which states that the company has adopted IND AS for the financial year commencing from April 1, 2017 and accordingly, the statement has been prepared by the company's management in compliance with IND AS.



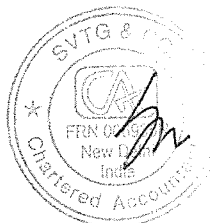
## **NOTES TO LIMITED REVIEW REPORT**

### **MAJOR AUDIT OBSERVATIONS AS PER THE AUDITED FINANCIALS 31<sup>ST</sup> MARCH, 2017 WHICH NEED TO BE READ WITH THIS REPORT**

1. The 5% Cumulative Redeemable Preference Shares amounting to Rs. 7,30,00,000 were due for redemption in the month of January, 2007. As per section 55 of the Companies Act, 2013, such preference shares should be redeemed either out of profits of the company which would otherwise be available for dividend or out of the proceeds of a fresh issue of shares made for the purpose of redemption. During the year ended March 31<sup>st</sup>, 2017, in the meeting of preference shareholders the resolution were unanimously passed to waive 85% of the value of preference shareholding amounting to Rs 6,20,50,000 and the directed the company to pay balance 15% of the preference shareholding amounting to Rs. 1,09,50,000. The preference shareholders further decided to waive the unpaid cumulative preference dividend of Rs. 6,64,70,000. Bases on aforesaid resolution, Company redeemed the preference shares of Rs. 1,09,50,000 as per the terms decided in waiver letter 3/2016-17 dated 15.07.2016 passed by Preference Shareholders.

Company created Capital Redemption Reserve out of profits which were not sufficient and enough for the redemption of said Redeemable Preference Shares amounting to Rs. 1,09,50,000 in July 2016. This resulted into negative balance in the distributable profits (i.e. Profit and Loss Account Appearing in Reserve & Surplus) with equivalent amount. The same has been explained in Note 2-A to the financial statement. The balance component of Rs. 6,20,50,000 has been transferred to Capital Reserve.

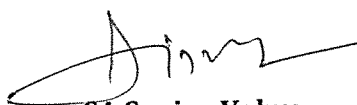
2. The Company is not carrying on any business from considerable time due to paucity of funds. The operations of the company are restricted to realization of debtors or advances. Besides, the company has invested its surplus deposits with banks which are yielding interest income. There is no employee in the company.
3. Reserve Bank of India has already rejected the Non-Banking Financial Companies (NBFC) License and is accordingly Company is not allowed to carry Non Banking Financial Business; and
4. The company earned a net profit of Rs. 32,27,909 for the year ended 31<sup>st</sup> March, 2017 (Previous year loss Rs. 4,96,393) and accumulated loss as on 31<sup>st</sup> March, 2017 stands to Rs. 15,86,27,702/- (Previous year Rs. 22,39,05,611). As on 31<sup>st</sup> March, 2017, the company's current liabilities exceeded its current assets by Rs. 96,95,188/- (Previous year Rs. 1,52,79,976/-) and its total liabilities exceeded to its total assets by Rs. Rs. 4,53,97,807/- (Previous year Rs. 3,76,75,716/-). In view of these, the company had been reporting negative operating cash flows for few years which have also contributed to constraints of working capital. These conditions have resulted into acute working capital deficit & have casted material uncertainty on functioning of company.
5. As stated by the management the accounts of the company have been prepared on a "going concern" basis on an assumption & premises made by the management that

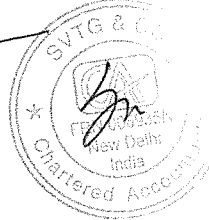


adequate finances and opportunities would be available in the foreseeable future to enable the company to start operating on a profitable basis. In view of the above, the accounts of the company have been prepared on a going concern basis.

6. Appropriateness of the "going concern basis" is dependent on the ability of the company to generate adequate finances to meet its obligations and to operate profitably which in our opinion after considering aforesaid factors indicate material uncertainty which further raises significant and substantial doubt on the ability of the Company to continue as going concern and therefore, it may be unable to realize its assets and discharge its liabilities in the normal course of business. If the company is treated not to be going concern, then the valuation of the assets has to be not merely on the basis of historical cost less depreciation or impairment but at a value which the assets would fetch, if the same are lower than the value presently shown. The company has not attempted to assess the realizable value of the assets and therefore financial results for the year ended 31<sup>st</sup> March, 2017 have been prepared on a going concern basis and do not include any adjustments relating to the recoverability and classification of recorded asset amounts or to amounts or classification of liabilities that may be necessary if the Company is unable to continue as a going concern.

**For SVTG & Co.**  
**Chartered Accountants**  
**Firm Registration No. 006935N**

  
**CA Sanjay Vohra**  
**Partner**  
**M.No 095930**



Date: 12-02-2018  
Place: New Delhi