

INDEPENDENT AUDITORS' REPORT

To the Members of Sawaca Business Machines Limited

Report on the Financial Statements

1. We were engaged to audit the accompanying financial statements of Sawaca Business Machines 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, which we have signed under reference to this report.

Management's Responsibility for the Financial Statements

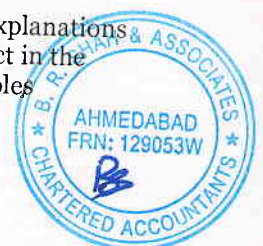
2. The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 of India (the "Act") read with the General Circular 15/ 2013 dated September 13, 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.

Auditors' Responsibility

3. 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.
4. An audit involves performing procedures to obtain audit evidence, about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 auditors consider 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. 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.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Qualified Opinion

6. We further draw attention to the fact that we have not made available with the financial statement of the Partnership firm, in which your company has made investment of Rs. 3,99,27,303/- In absence of such information, we are not in position to comment, whether any diminution in the value of the investment has to be made or not.
7. Subject to above, In our opinion, and to the best of our information and according to the explanations given to us, the accompanying 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:



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- (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 the Statement of Profit and Loss, of the profit 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

- 9. As required by 'the Companies (Auditor's Report) Order, 2003', as amended by 'the Companies (Auditor's Report) (Amendment) Order, 2004', issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- 10. 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 [and proper returns adequate for the purposes of our audit have been received from branches not visited by us];
 - (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) I In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this report comply with the Accounting Standards notified under the Act read with the General Circular 15/2013 dated September 13, 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 Act.



For B. R. Shah & Associates
Firm Registration Number: 129053W
Chartered Accountants

Bhavik Shah

Bhavik Shah

Partner

Membership Number 129674

Place: Ahmedabad

Date *May 28, 2014*

Sawaca Business Machines Limited

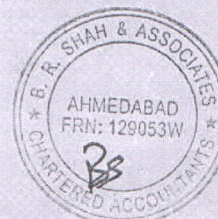
Registered Office: 45, Chinubhai tower, Opp. Handloom House, Ahram Road, Ahmedabad - 380009
CIN No: L65910GJ1994PLC023926

Part I

FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2014

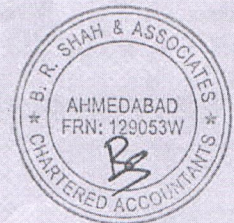
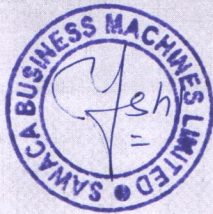
(Rs. In Lakhs)

Sr No	Particulars	STANDALONE			STANDALONE	
		Quarter ended			Year ended March 31	
		31/03/14 (Audited)	31/12/13 (Unaudited)	31/03/13 (Unaudited)	2014 (Audited)	2013 (Audited)
1	Income from operations					
	(a) Net Sales/Income from Operations (Net of excise duty)					
	(b) Other Operating Income	210.00	42.97	78.39	333.00	459.25
	Total Income from operations (net)	31.43	0.17	1.50	31.60	-
2	Expenses					
	(a) Cost of material consumed					
	(b) Purchase of stock-in-trade			78.14		
	(c) Changes in inventories of finished goods, work-in-progress and stock in trade	179.83			292.22	452.05
	(d) Employee benefit expense	(4.21)	(10.26)			
	(e) Depreciation and amortisation expense	22.70			22.71	
	(f) Other expenses	0.38			0.38	
	Total Expenses	15.10	1.33	1.00	27.48	6.19
3	Profit from Operations before Other Income, finance costs and Exceptional Items (1-2)	213.80	(8.93)	79.14	342.79	458.24
4	Other Income	27.63	52.07	0.75	21.81	1.01
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	27.63	52.07	0.75	21.81	1.01
6	Finance costs	1.01			1.01	
7	Profit from ordinary activities after finance costs but before Exceptional Items (5-6)	26.62	52.07	0.75	20.80	1.01
8	Exceptional Items					
9	Profit from ordinary activities before tax (7+8)	26.62	52.07	0.75	20.80	1.01
10	Tax expenses					
	- Current Tax (including tax adjustment of earlier years)	6.50		0.23	6.50	0.31
	- Deferred Tax	0.15			0.15	
	- MAT Credit Entitlement					
11	Net Profit from ordinary activities after tax (9+10)	19.97	52.07	0.52	14.15	0.70
12	Extraordinary Items					
13	Net Profit for the period (11+12)	19.97	52.07	0.52	14.15	0.70
14	Paid up Equity Share Capital (Face value: Rs.10/- per Share)	104.00	104.00	104.00	104.00	104.00
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				49.12	48.42
16	Earnings Per Share (EPS)					
	Basic and diluted EPS before Extraordinary Items	0.19	0.50	0.05	0.14	0.01
	Basic and diluted EPS after Extraordinary Items	0.19	0.50	0.05	0.14	0.01
Part II						
A PARTICULARS OF SHAREHOLDING						
1	Public Shareholding					
	- Number of Equity Shares	70,09,803	70,09,803	70,09,803	70,09,803	70,09,803
	- Percentage of Shareholding	67.40%	67.40%	67.40%	67.40%	67.40%
2	Promoters and promoter group Shareholding					
	(a) Pledged/Encumbered					
	- Number of shares					
	- Percentage of share (as a% of the total shareholding of promoter and promoter group)	0.00%	0.00%	0.00%	0.00%	0.00%
	- Percentage of share (as a% of the total shareholding capital of the company)	0.00%	0.00%	0.00%	0.00%	0.00%
	(b) Non-encumbered					
	- Number of shares	33,91,097	33,91,097	33,91,097	33,91,097	33,91,097
	- Percentage of share (as a% of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of share (as a% of the total shareholding capital of the company)	32.60%	32.60%	32.60%	32.60%	32.60%
B INVESTOR COMPLAINTS						
				Quarter ended		
				03/31/2014		
Pending at the beginning of the quarter						
Received during the quarter						
Disposed of during the quarter						
Remaining unresolved at the end of the quarter						



STATEMENT OF ASSETS AND LIABILITIES

Sr No	Particulars	STANDALONE	
		Year ended March 31	
		2014 (Audited)	2013 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds:		
	(a) Share Capital	1,040	1
	(b) Reserves and Surplus	63	
	Sub-total- Shareholders' funds	1,104	1
2	Minority Interest		
3	Non-current liabilities		
	(a) Long-term borrowing	-	
	(b) Deferred tax liabilities (net)	-	
	(c) Other long-term liabilities	-	
	(d) Long-term provisions	-	
	Sub-total- Non-current liabilities	-	
4	Current liabilities		
	(a) Short-term borrowing		
	(b) Trade payables	129	
	(c) Other current liabilities	12	
	(d) Short-term provisions	23	
	Sub-total-Current liabilities	164	
	TOTAL - EQUITY AND LIABILITIES	1,267	1
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	1	
	(b) Goodwill on consolidation	-	
	(c) Non-current investments	399	1
	(d) Deferred tax assets	-	
	(e) Long-term loans and advances	662	
	(f) Other non-current assets	2	
	Sub-total- Non-current assets	1,065	1
2	Current assets		
	(a) Current investments	-	
	(b) Inventories	-	
	(c) Trade receivables	178	
	(d) Cash and cash equivalents	22	
	(e) Short-term loans and advances	2	
	(f) Other current assets		
	Sub-total- Current assets	202	
	TOTAL- ASSETS	1,267	1
Notes			
1	Figures have been regrouped wherever necessary.		Apr, 30
2	The above financial Results have been approved and taken on record by the Board of Directors of the company at its meeting held on 12/04/2014 at Ahmedabad.		
3	The results for the quarter ended March 31, 2014 are derived figures by subtracting the results for the nine months ended on December 31, 2013 from audited results for the year ended March 31, 2014.		
			By Order of the Board
	Place: Ahmedabad		
	Date: 28/04/2014		Managing Director



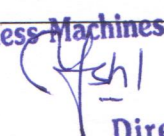
Regd. Office :

45, Chinubhai Tower, Opp. Handloom House,
Ashram Road, Ahmedabad - 380 009.
Tel.: 079 - 2658 7363, 2658 5196 Fax : 079 - 2658 9101
E-mail : info@sawacabusiness.com

SAWACA**BUSINESS MACHINES LTD.**

Board Meeting Date: 30-04-2014 Place: Ahmedabad Time: 11.00 a.m.
Statement of Appropriations
(As per Clause 20 of the Listing Agreement)

Name of Company: **SAWACA BUSINESS MACHINES LIMITED**Code No. : **531893**
BSEFor the year ended: **31st March, 2014**
(Rs. in lacs)

		2013-14	2012-13
1.	Total Turnover and other Receipts	3,64,16,459.00	4,59,25,900.00
2.	Gross Profit/ (loss): (before deducting any of the following)		
	(a) Interest	1,01,022.00	-
	(b) Depreciation	38,185.00	-
	(c) Tax	6,50,000.00	31,364.00
	(d) (Reversal) of Deferred Tax	15,125.00	-
	(e) Others, if any	3,42,00,260.00	4,58,24,400.00
3.	Net Profit/ (Loss)	14,11,867.00	70,136.00
4.	Provision for Investment Allowance Reserve	-	-
5.	Net Profit/ (Loss):		
	(a) Add: B/d from Last Year's Balance	-	-
	(b) Other adjustment, if any,		
	Add/Less		
	Less: Transferred to:		
	(1) General Reserve	-	-
	(2) Debenture Redemption Reserve	-	-
	(3) Tax on Proposed Dividend	-	-
6.	Dividend:		
	(a) Per Ordinary Share: Nil No. of Shares: 10,40,900 (Last year: Nil per Share)	-	-
	(b) Per Preference Share:	-	-
7.	Balance Carried Forward	14,11,867.00	70,136.00
8.	Particulars of Proposed Right/Bonus Shares/Convertible Debenture Issue	-	-
9.	Closure of Register of Members from : Will be intimated later on		
10.	Date from which the Dividend is payable: N.A.		
	Satish Shah	For, Sawaca Business Machines Ltd.  Director	
	Name	Signature	Designation