

**Tueri Aquila FZE
(Formerly Sembawang Engineers and
Constructors Middle East FZE)**

FINANCIAL STATEMENTS

31 MARCH 2015

Tueri Aquila

STATEMENT OF COMPREHENSIVE INCOME

Year ended 31 March 2015

	<i>Notes</i>	2015 AED	2014 AED
Contract revenues		-	-
Contract costs		(53,470)	(55,718)
GROSS LOSS		(53,470)	(55,718)
Other operating income	4	937,171	1,447,523
Administrative expenses	5	(159,736)	(531,687)
Exchange gain/ (loss)		47	(223)
Profit for the year	6	724,012	859,895
Other comprehensive income		-	-
TOTAL COMPREHENSIVE PROFIT FOR THE YEAR		724,012	859,895

The attached notes 1 to 11 form part of these financial statements.

Tueri Aquila FZE

STATEMENT OF FINANCIAL POSITION

At 31 March 2015

	<i>Notes</i>	2015 AED	2014 AED
ASSETS			
Non-current asset			
Plant and equipment	7	-	-
Current assets			
Retentions receivable	8	1,313,544	1,313,544
Contract and other receivables	6	11,823,564	12,642,988
Bank balances and cash	9	1,338	6,846
		13,138,446	13,963,378
TOTAL ASSETS		13,138,446	13,963,378
EQUITY AND LIABILITIES			
Equity			
Share capital	10	1,000,000	1,000,000
Accumulated losses		(149,564,057)	(150,288,069)
Additional paid-in shareholder's fund		151,009,904	151,009,904
Total equity		2,445,847	1,721,835
Current liabilities			
Retentions payable		7,919,806	8,633,468
Trade and other payables	11	2,772,793	3,608,075
Total liabilities		10,692,599	12,241,543
TOTAL EQUITY AND LIABILITIES		13,138,446	13,963,378

Mr Sandeep Srivastava
Director

The attached notes 1 to 11 form part of these financial statements.

Tueri Aquila

STATEMENT OF CASH FLOWS

Year ended 31 March 2015

	<i>Notes</i>	2015 AED	2014 AED
OPERATING ACTIVITIES			
Profit for the year		724,012	859,895
Adjustment for:			
Gain on Disposal of equipment		-	(4,000)
		<hr/>	<hr/>
		724,012	855,895
Working capital changes:			
Contract and other receivables		819,424	454,856
Trade and other payables		(835,282)	166,225
Due to related parties		-	-
Retentions payable		(713,662)	(1,485,029)
		<hr/>	<hr/>
Net cash used in operating activities		(5,508)	(8,053)
		<hr/>	<hr/>
INVESTING ACTIVITY			
Proceeds from Disposal of equipments		-	4,000
		<hr/>	<hr/>
Cash from financing activity		-	4,000
		<hr/>	<hr/>
DECREASE IN BANK BALANCES AND CASH		(5,508)	(4,053)
Bank balances and cash at the beginning of the year		6,846	10,899
		<hr/>	<hr/>
BANK BALANCES AND CASH AT THE END OF THE YEAR	9	1,338	6,846
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The attached notes 1 to 11 form part of these financial statements.

Tueri Aquila FZE

STATEMENT OF CHANGES IN EQUITY

Year ended 31 March 2015

	<i>Share capital AED</i>	<i>Accumulated losses AED</i>	<i>Additional paid-in shareholder's fund AED</i>	<i>Total AED</i>
Balance at 1 April 2013	1,000,000	(151,147,964)	151,009,904	861,940
Profit for the year	-	859,895	-	859,895
Other comprehensive income	-	-	-	-
Balance at 31 March 2014	<u>1,000,000</u>	<u>(150,288,069)</u>	<u>151,009,904</u>	<u>1,721,835</u>
Profit for the year	-	724,012	-	724,012
Other comprehensive income	-	-	-	-
Balance at 31 March 2015	<u><u>1,000,000</u></u>	<u><u>(149,564,057)</u></u>	<u><u>151,009,904</u></u>	<u><u>2,445,847</u></u>

The attached notes 1 to 11 form part of these financial statements.

Tueri Aquila FZE

NOTES TO THE FINANCIAL STATEMENTS

At 31 March 2015

1 ACTIVITIES

Tueri Aquila FZE (formerly Sembawang Engineers and Constructors Middle East FZE) (the “Establishment”) is a Free Zone establishment registered in the Jebel Ali Free Zone. The Establishment is a wholly owned subsidiary of Sembawang Engineers and Constructors Pte Ltd (the ‘Parent Company’), a company registered in Singapore. The ultimate parent company (the ‘Ultimate Parent’) of the Establishment is Punj Lloyd Limited (India), a company registered in India and quoted on the National and Bombay Stock Exchanges.

The Establishment was originally registered on 1 July 2001 as a branch office of the Parent Company and commenced operations on 28 December 2003. On 11 April 2004, it was converted from a branch office to a free zone establishment.

The address of the registered office of the Establishment is PO Box 17188, Jebel Ali Free Zone, Dubai, United Arab Emirates.

The principal activity of the Establishment is to execute construction contracts in the United Arab Emirates.

Effective 1 May 2012, name of the Establishment was changed to Tueri Aquila FZE. All the legal formalities were completed in this regard.

2 OTHER OPERATING INCOME

	<i>2015</i> <i>AED</i>	<i>2014</i> <i>AED</i>
Liabilities no longer payable	5,349	76,245
Deposits no longer payable	931,822	1,367,278
Gain on disposal of assets	-	4,000
	<u>937,171</u>	<u>1,447,523</u>

3 ADMINISTRATIVE EXPENSES

	<i>2015</i> <i>AED</i>	<i>2014</i> <i>AED</i>
Legal and professional fees	71,745	429,032
Rent (Note 4)	59,202	59,439
Others	28,789	43,216
	<u>159,736</u>	<u>531,687</u>

4 PROFIT/(LOSS) FOR THE YEAR

The profit / (loss) for the year is stated after charging:

	<i>2015</i> <i>AED</i>	<i>2014</i> <i>AED</i>
Rental-operating lease (Note 3)	<u>59,202</u>	<u>59,439</u>

Staff costs are being borne by an entity controlled by the shareholder, which are not being charged back to the Establishment.

5 PLANT AND EQUIPMENT

	<i>Plant and machinery AED</i>	<i>Office equipment AED</i>	<i>Furniture and fittings AED</i>	<i>Motor vehicles AED</i>	<i>Computers AED</i>	<i>Total AED</i>
Cost:						
At 1 April 2014	327,466	253,428	77,489	-	186,665	845,048
At 31 March 2015	327,466	253,428	77,489	-	186,665	845,048
Depreciation:						
At 1 April 2014	327,466	272,828	77,489	-	186,665	845,048
At 31 March 2015	327,466	272,828	77,489	-	186,665	845,048
Net carrying amount: At 31 March 2015	-	-	-	-	-	-

	<i>Plant and machinery AED</i>	<i>Office equipment AED</i>	<i>Furniture and fittings AED</i>	<i>Motor vehicles AED</i>	<i>Computers AED</i>	<i>Total AED</i>
Cost:						
At 1 April 2013	327,466	272,828	77,489	-	186,665	864,448
Disposals	-	(19,400)	-	-	-	(19,400)
At 31 March 2014	327,466	253,428	77,489	-	186,665	845,048
Depreciation:						
At 1 April 2013	327,466	272,828	77,489	-	186,665	864,448
Disposal	-	(19,400)	-	-	-	(19,400)
At 31 March 2014	327,466	253,428	77,489	-	186,665	845,048
Net carrying amount: At 31 March 2014	-	-	-	-	-	-

Tueri Aquila FZE

NOTES TO THE FINANCIAL STATEMENTS

At 31 March 2015

6 CONTRACT AND OTHER RECEIVABLES

	<i>2015</i> <i>AED</i>	<i>2014</i> <i>AED</i>
Contract receivables	6,210,504	6,210,504
Amounts due from related parties (Note 10)	5,034,944	5,350,087
Prepayments	14,800	14,803
Deposits	563,316	561,352
Advances to suppliers	-	141,184
Other receivables	-	365,058
	11,823,564	12,642,988

The Establishments has an outstanding gross contract and retention receivables amounting to AED 6,745,165 (2014: AED 6,745,165) and AED 1,313,544 (2014: AED 1,313,544) respectively from a customer. These outstanding contract and retention receivable amounts are disputed with the customer and during 2013 the Establishment filed a claim in excess of these receivables. Legal proceedings are pending in the court of first instance. Court appointed independent engineering and accounting experts to review and assess the claims of the Establishment. Both the experts have submitted their reports and have concluded that claim lodged by the Establishment is correct and the Establishment is entitled to the claim amount. The outcome of the legal proceedings depends upon the final judgements to be made by court. The Establishment based on the conclusion made by both the experts is of the view that amount to be received from the customer would substantially be higher than amount recorded in the books and therefore no provision other than AED 534,661 has been made against the above recorded contract and retention receivables.

At 31 March 2015, contract receivables at nominal value of AED 534,661 (2014: AED 534,661) were impaired.

There were no movements in the allowance for impairment of contract receivables during 2014 and 2015.

At 31 March 2015, advances to suppliers at nominal value of AED 1,001,478 (2014: AED 1,001,478) were impaired.

At 31 March 2015, other receivables at nominal value of AED 669,377 (2014: AED 669,377) were impaired.

At 31 March, the ageing of unimpaired contract receivables was as follows:

	<i>Total</i> <i>AED</i>	<i>Neither</i> <i>past due</i> <i>nor</i> <i>impaired</i> <i>AED</i>	<i>Past due but not impaired</i>		
			<i>30-60</i> <i>days</i> <i>AED</i>	<i>180-360</i> <i>days</i> <i>AED</i>	<i>>360</i> <i>days</i> <i>AED</i>
2015	6,210,504	-	-	-	6,210,504
2014	6,210,504	-	-	-	6,210,504

7 BANK BALANCES AND CASH

	<i>2015</i> <i>AED</i>	<i>2014</i> <i>AED</i>
Bank balances	1,338	6,846

8 SHARE CAPITAL

Tueri Aquila FZE

NOTES TO THE FINANCIAL STATEMENTS

At 31 March 2015

	<i>2015</i> <i>AED</i>	<i>2014</i> <i>AED</i>
<i>Authorised, issued and fully paid up</i> 1,000,000 shares of AED 1 each	1,000,000	1,000,000

9 TRADE AND OTHER PAYABLES

	<i>2015</i> <i>AED</i>	<i>2014</i> <i>AED</i>
Trade payables	1,693,050	2,422,802
Accruals for contract costs	1,079,743	1,185,273
	2,772,793	3,608,075

10 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent affiliated companies, the shareholder or Parent Company, directors and key management personnel of the Establishment and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Establishment's management.

There were no transactions with related parties included in the statement of comprehensive income.

Balances with related parties included in the statement of financial position are as follows:

	<i>2015</i> <i>AED</i>	<i>2014</i> <i>AED</i>
Due from entities controlled by the shareholder (Note 6)	5,034,944	5,350,087

Due from entities controlled by the shareholder includes an amount of AED 0.13 million (2014: 0.13 million) which is non trade in nature, interest free and is repayable on demand.

The Establishment is now managed by the Parent Company for which they did not charge any management fee during the current year.

11 CONTINGENT LIABILITIES

At 31 March 2015, the Establishment had contingent liabilities AED 500,000 (2014: AED 500,000) in respect of performance and other guarantees arising in the ordinary course of business.