

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF SHIBANI FINANCE CO LTD

Report on the Financial Statements

We have audited the financial statements of **Shibani Finance Co Ltd** (the "Company") set out on pages 16 to 43, which comprise the statement of financial position at 30 September 2012 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in compliance with the requirements of the Mauritian Companies Act 2001, Banking Act 2004 and Financial Reporting Act 2004. They are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance 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 auditors' judgement, 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, 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 accounting estimates made by the directors, 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, the financial statements give a true and fair view of the financial position of the Company at 30 September 2012 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and comply with the Mauritian Companies Act 2001.

INDEPENDENT AUDITORS' REPORT
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Report on the Financial Statements (continued)

Other matter

This report is made solely to the Company's members, as a body, in accordance with Section 205 of the Mauritian Companies Act 2001. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Report on Other Legal and Regulatory Requirements

Mauritian Companies Act 2001

We have no relationship with or interests in the Company other than in our capacity as auditors.

We have obtained all information and explanations we have required.

In our opinion, proper accounting records have been kept by the Company as far as it appears from our examination of those records.

Banking Act 2004

In our opinion, the financial statements have been prepared on a basis consistent with that of the preceding year and are complete, fair and properly drawn up and comply with the Banking Act 2004.

The explanations or information called for or given to us by the officers or agents of the Company were satisfactory.

The Financial Reporting Act 2004

The directors are responsible for preparing the Corporate Governance Report and making the disclosures required by section 8.4 of the Code of Corporate Governance of Mauritius ("Code"). Our responsibility is to report on these disclosures.

In our opinion, the disclosures in the Corporate Governance Report are consistent with the requirements of the Code.

Nexia Baker & Arenson
Chartered Accountants

Date: 20-December-2012

SHIBANI FINANCE CO LTD

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 SEPTEMBER 2012

	2012	2011
	Rs.	Rs.
Net gain arising from dealing in foreign currencies	76,511,993	73,991,120
Other income	1,233,789	1,155,790
Administrative expenses	<u>(54,892,281)</u>	<u>(53,612,830)</u>
Operating profit	22,853,501	21,534,080
Net finance costs	<u>(295,948)</u>	<u>(514,720)</u>
Profit before taxation	22,557,553	21,019,360
Taxation	<u>(3,492,186)</u>	<u>(3,245,870)</u>
Profit for the year	19,065,367	17,773,490
Other comprehensive income	-	-
Total comprehensive income for the year	Rs 19,065,367	17,773,490

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2012

	2012	2011
	Rs.	Rs.
ASSETS		
Non-current assets	25,596,870	22,607,308
Current assets	135,551,523	141,702,182
Total assets	Rs 161,148,393	164,309,490
EQUITY AND LIABILITIES		
Capital and reserves		
Stated capital	55,000,000	55,000,000
Revenue reserve	<u>97,175,507</u>	<u>95,110,140</u>
Owners' interests	152,175,507	150,110,140
Non-current liabilities	6,291,116	4,537,455
Current liabilities	2,681,770	9,661,895
Total equity and liabilities	Rs 161,148,393	164,309,490

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 SEPTEMBER 2012

	Stated capital	Revenue reserve	Total
	Rs.	Rs.	Rs.
At 1 October 2011	55,000,000	95,110,140	150,110,140
Total comprehensive income for the year	-	19,065,367	19,065,367
Dividends paid	-	(17,000,000)	(17,000,000)
At 30 September 2012	Rs 55,000,000	97,175,507	152,175,507

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 SEPTEMBER 2012

	2012	2011
	Rs.	Rs.
Net cash from operating activities	14,312,982	42,040,085
Net cash used in investing activities	(5,729,219)	(17,942,462)
Net cash used in financing activities	(15,252,322)	(20,141,889)
Net change in cash and cash equivalents	(6,668,559)	3,955,734
Cash and cash equivalents at beginning of reporting period	111,074,352	107,118,618
Cash and cash equivalents at end of reporting period	Rs 104,405,793	111,074,352

These abridged financial statements have been approved by the Board of Directors on 21 December 2012

<u>Rupchand Hassamal</u> Director	<u>Harkishin Hassamal</u> Director	<u>Rungasamy Arnachellum</u> General Manager	<u>Ajay Hassamal</u> Chief Executive Officer
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