



Khatri & Iyer

CHARTERED ACCOUNTANTS

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Limited Review Report of Auditors

Review Report to :

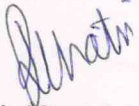
✓ **Bombay Stock Exchange/Ahmedabad Stock Exchange**

We have reviewed the accompanying statement of unaudited financial results of **Saffron Industries Ltd.** for the period ended September 30, 2014, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statements 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards¹ and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For *Khatri and Iyer*
Chartered Accountants
Firm Registration No. 113433W


Jagdish Khatri
Partner
Membership No. 035495



Nagpur
November 11, 2014

SAFFRON INDUSTRIES LTD.
(Formerly-Madhyadesh Papers Ltd.)

Unaudited Results for the Quarter Ended 30/09/2014

PART I Sr.No.	Particulars	Rs in Lakhs					
		3 months ended 30/09/2014	Preceding months ended 30/06/2014	3 months ended 30/09/2013 in the corresponding months ended 30/09/2013 in the current period ended 30/09/2014	Year to date figures for the previous year ended 30/09/2013	Year to date figures for the previous year ended 31/03/2014	Audited
1	Income from operations (a) Net sales/income from operations (Net of excise duty) (b) Other operating income Total income from operations(net)	Unaudited 1538.54 0.00 1538.54	Audited 1738.41 0.00 1738.41	Unaudited 1737.28 0.00 1737.28	Unaudited 2446.21 0.00 2446.21	Unaudited 6195.18 0.00 6195.18	
2	Expenses (a) Cost of materials consumed (b) Purchases of stock-in-trade © Changes in inventories of finished goods, working-in-progress and stock-in-trade (d) Employee benefits expense (e) Depreciation and amortisation expense (f) Other expense in (any item exceeding 10% of the total expenses relating to continuing operation to be shown separately) Total expenses	Unaudited 1006.36 0.00 37.90 167.55 63.44 396.18 1671.43	Audited 1218.17 0.00 4.94 55.06 62.75 534.67 1875.59	Unaudited 1330.02 0.00 (9.35) 46.16 47.58 474.09 1888.50	Unaudited 1806.01 0.00 (51.90) 91.27 107.01 793.50 2745.89	Unaudited 4261.73 0.00 (43.86) 193.89 247.82 2213.12 6872.70	
3	Profit/(Loss) from operations before other income/finance costs and exceptional items(1-2)	Unaudited (132.89)	Audited (137.18)	Unaudited (151.22)	Unaudited (299.68)	Unaudited (677.52)	

For SAFFRON INDUSTRIES LTD.

MANAGING DIRECTOR

Unaudited Results for the Quarter Ended 30/09/2014

PART I Sr.No.	Particulars	Rs in Lakhs				
		3 months ended 30/09/2014	Preceding 3 months ended 30/06/2014	3 months ended 30/09/2013 in the previous year	Year to date figures for the current period ended 30/09/2014	Year to date figures for the previous year ended 30/09/2013
		Unaudited	Audited	Unaudited	Unaudited	Audited
4	Other income	0.00	0.00	0.00	0.00	29.24
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	(132.89)	(137.18)	(151.22)	(270.07)	(648.28)
6	Finance costs	29.20	40.29	100.29	69.49	268.50
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(162.09)	(177.47)	(251.51)	(339.56)	(916.78)
8	Exceptional items	0.00	0.00	0.00	0.00	951.52
9	Profit/(Loss) from ordinary activities before tax (7+8)	(162.09)	(177.47)	(251.51)	(339.56)	34.74
10	Tax expense					
11	Net profit/(Loss) from ordinary activities after tax (9-10)	(162.09)	(177.47)	(251.51)	(339.56)	34.74
12	Extraordinary items (net of tax expense)	0.00	0.00	0.00	0.00	0.00
13	Net profit/(Loss) for the period(11-12)	(162.09)	(177.47)	(251.51)	(339.56)	34.74

For SAFFRON INDUSTRIES LTD.



MANAGING DIRECTOR

Unaudited Results for the Quarter Ended 30/09/2014

PART I		Rs in Lakhs					
Sr.No.	Particulars	3 months ended 30/09/2014	Preceding 3 months ended 30/06/2014	Corresponding 3 months ended 30/09/2013 in the previous year	Year to date figures for the current period ended 30/09/2014	Year to date figures for the previous year ended 30/09/2013	Previous year for ended 31/03/2014
14	Share of profit/(Loss) of associates*	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Audited
15	Minority interest*						
16	Net profit/(Loss) after taxes, minority interest and share of profit/(Loss) of associates(13-14-15)*	718.52	718.52	718.52	718.52	718.52	718.52
17	Paid up equity share capital (Face value of Rs. 10 each)						
18	Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year						
19.i	Earnings per share (before extraordinary item)	Nil	Nil	Nil	Nil	Nil	0.48
	(of rupees 10/-each)(not annualised):						
	(a) Basic						
	(b) Diluted						
19.ii	Earning per share (after extraordinary items)	Nil	Nil	Nil	Nil	Nil	0.48
	(of rupees 10/-each)(not annualised):						
	(a) Basic						
	(b) Diluted						
	See accompanying note to the financial results						

For SAFFRON INDUSTRIES LTD.

MANAGING DIRECTOR

SAFFRON INDUSTRIES LTD.
(Formerly-Madhyadesh Papers Ltd.)

PART II Information for the quarter and 3 Months ended 30/09/2014							
Sr.No.	Particulars	3 months ended 30/09/2014	Preceding months ended 30/06/2014	3 months ended 30/09/2013 in the previous year	Year to date figures for the current period ended 30/09/2014	Year to date figures for the previous year ended 30/09/2013	Previous year ended 31/03/2014
A	PARTICULARS OF SHARE HOLDING						
1	Public share holding	2848611	2848611	2848611	2848611	2848611	2848611
	No. of shares	39.65%	39.65%	39.65%	39.65%	39.65%	39.65%
2	Promoters and promoter group share holding**						
	(a) pledged/encumbered	NIL	NIL	NIL	NIL	NIL	NIL
	no. of shares	NIL	NIL	NIL	NIL	NIL	NIL
	% of shares(as a % of the total share holding of promoter and promoter group)						
	% of shares(as a % of the total share capital of the company)						
B	Non-encumbered	4336589	4336589	4336589	4336589	4336589	4336589
	no. of shares	100%	100%	100%	100%	100%	100%
	% of shares(as a % of the total share holding of promoter and promoter group)						
	% of shares(as a % of the total share capital of the company)	60.35%	60.35%	60.35%	60.35%	60.35%	60.35%

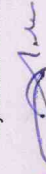
Particulars	3 month ended (30/09/2014)
B	
INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	NIL
Received during the quarter	NIL
Disposed of during the year	NIL
Remaining unresolved at the end of the quarter	NIL

Notes

- 1) The above results have been approved and taken on record by the Board of Directors of the Company at their meeting held on 11.11.2014 after review by the the Audit Committee.
- 2) The entire operations of the Company relate to only one segment viz. Paper and captive power generation.
- 3) Previous year figures regrouped & rearranged, wherever necessary.

Place : Nagpur
Date 11.11.2014

By order of the Board,



Nimish Maheshwari
Managing Director



SAFFRON INDUSTRIES LTD.
Formerly-Madhyadesh Papers Ltd.
Statement of Assets and Liabilities

		Rs in Lakhs	
	Particulars	As at Current year end 30/09/2014	As at previous year end 31/03/2014
A	EQUITY AND LIABILITIES		
1	Share holders' Funds		
	(a) Share capital	718.52	718.52
	(b) Reserves and surplus	(1755.52)	(1415.96)
	© Money received against share warrants		
	Sub -total -Share holders' funds	-1037.00	-697.44
2	Share application money pending allotment		
3	Minority interest *		
4	Non-current liabilities		
	(a) Long- term borrowings	1854.56	1470.63
	(b) Deferred tax liabilities(net)		-
	© Other Long-term liabilities		-
	(d) Long-term provisions		-
	Sub -total -Non-current liabilities	1854.56	1470.63
5	Current liabilities		
	(a) Short-term borrowings	-	-
	(b) Trade payables	1210.39	645.00
	© Other current liabilities	1178.67	2070.49
	(d) Short-term provisions		-
	Sub -total -Current liabilities	2389.06	2715.49
	TOTAL -EQUITY AND LIABILITIES	3206.62	3488.68
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	2056.67	2179.04
	(b) Goodwill on consolidation*		-
	© Non-current investments		-
	(d) Deffered tax assets(net)		-
	(e) Long-term loans and advances	38.04	31.09
	(f) Other-non current assets		-
	Sub -total -Non current assets	2094.71	2210.13
2	Current assets		
	(a) Current investments	-	-
	(b) Inventories	221.66	407.04
	© Trade Receivables	494.30	537.99
	(d) Cash and cash equivalents	83.66	66.28
	(e) Short-term loans and advances	312.29	267.24
	(f) Other-current assets		-
	Sub -total -current assets	1111.91	1278.55
	TOTAL -ASSETS	3206.62	3488.68

For SAFFRON INDUSTRIES LTD


MANAGING DIRECTOR