

**BALLARPUR INDUSTRIES LIMITED**  
STATEMENT OF CONSOLIDATED/STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED 31ST MARCH, 2017

Sl. No.	Particulars	Consolidated						Standalone					
		Quarter ended			Year Ended			Quarter ended			Year Ended		
		31.03.17	31.12.16	31.03.16	31.03.17	31.03.16	31.03.16	31.03.17	31.12.16	31.03.16	31.03.17	31.03.16	
		Audited	Unaudited	Audited	Audited	Audited	Audited	Unaudited	Audited	Audited	Audited	Audited	
1	Income from Operations	37,722	34,756	114,475	212,139	428,901	8,226	776	19,387	22,307	58,405		
2	Other Income	3,471	4,135	2,430	11,101	11,113	712	3,977	1,073	7,050	6,138		
3	Total Income	41,193	38,891	116,905	223,240	440,014	8,938	4,753	20,460	29,357	64,543		
4	Expenses												
	(a) Cost of Material Consumed	22,802	18,553	56,183	107,508	216,601	1,516	168	3,736	6,829	14,665		
	(b) Purchases of stock-in-trade	3,383	1,312	5,715	5,655	10,752	446	423	731	2,007	2,753		
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(879)	1,927	7,429	23,028	8,431	(957)	400	5,916	2,638	7,145		
	(d) Excise Duty	1,971	1,951	5,799	11,317	23,842	531	2	700	1,124	3,005		
	(e) Employee benefits expense	7,143	6,067	7,709	30,621	29,957	1,300	1,618	2,337	7,502	6,910		
	(f) Finance costs	29,153	24,078	12,645	90,084	45,917	4,868	4,166	912	15,319	5,193		
	(g) Depreciation and amortisation expense	6,304	6,905	6,474	27,399	26,480	943	1,420	1,313	5,269	5,810		
	(h) Other Expenditure												
	(i) Power and Fuel	6,335	4,781	10,814	25,050	48,459	2,700	327	2,519	6,343	11,628		
	(j) Store and Spares	692	548	1,216	3,542	6,612	198	18	136	418	586		
	(k) Other Expenditure	4,470	7,323	3,627	25,434	18,577	1,268	1,161	2,364	6,355	4,858		
5	Total expenses	81,374	73,445	117,611	349,638	435,628	12,813	9,703	20,664	53,804	62,553		
	Profit/(loss) before Exceptional items and tax (3-4)	(40,181)	(34,554)	(706)	(126,398)	4,386	(3,875)	(4,950)	(206)	(24,447)	1,990		
6	Exceptional items	10,530	-	-	30,630	(31)	5,049	-	-	25,149	-		
7	Profit/(loss) before tax (5-6)	(50,711)	(34,554)	(706)	(157,028)	4,417	(8,924)	(4,950)	(206)	(49,596)	1,990		
	Current Tax	0	-	49	0	283	-	-	-	-	218		
	Deferred Tax	(1,489)	(4,500)	(110)	(13,541)	(965)	-	-	-	(2,542)	(393)		
9	Profit/(loss) for the period from continuing operations (7-8)	(49,222)	(33,054)	(645)	(143,487)	5,099	(8,924)	(4,950)	(206)	(47,054)	2,165		

10	Profit/ (loss) from discontinued operation before tax	(229)	(10,446)	(17,473)	(25,408)	(32,931)	-	-	-	-	-	-	-
11	Tax expense on discontinued operation	17,287	-	94	17,287	94	-	-	-	-	-	-	-
12	Profit/ (loss) from discontinued operation after tax (10-11)	(17,517)	(10,446)	(17,566)	(42,695)	(33,026)	-	-	-	-	-	-	-
13	Profit/(loss) for the period (9+12)	(66,739)	(43,500)	(18,212)	(186,182)	(27,927)	(8,324)	(4,950)	(206)	(47,054)	(47,054)	2,165	-
14	Other Comprehensive income												
	(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												
	(iii) Items that will be reclassified to profit or loss	30	34.25	(533)	137	(789)	0.92	0.61	(104.00)	4	4	94	94
	(iv) Income tax relating to items that will be reclassified to profit or loss												
	Other Comprehensive income	30	34	(533)	137	(789)	1	1	(104)	4	4	94	94
	Total Comprehensive income for the period (13+14)	(66,709)	(43,466)	(18,745)	(186,045)	(28,716)	(8,923)	(4,949)	(310)	(47,050)	(47,050)	2,259	2,259
15	Net Profit attributable to												
	a) Owens of the Company	(45,813)	(32,750)	(14,645)	(136,179)	(21,001)	(8,924)	(4,950)	(206)	(47,054)	(47,054)	2,166	2,166
	b) Non - Controlling interest	(20,926)	(10,750)	(3,567)	(50,003)	(6,226)							
16	Other Comprehensive income												
	a) Owens of the Company	30	34	(533)	137	(789)	1	1	(104)	4	4	94	94
	b) Non - Controlling interest												
17	Total Comprehensive income attributable to												
	a) Owens of the Company	(45,783)	(32,716)	(15,178)	(136,042)	(21,790)	(8,923)	(4,949)	(310)	(47,050)	(47,050)	2,259	2,259
	b) Non - Controlling interest	(20,926)	(10,750)	(3,567)	(50,003)	(6,226)							
18	Earnings per equity share (for continuing operation):												
	(a) Basic	(7.51)	(5.04)	(0.10)	(21.89)	0.78	(1.36)	(0.76)	(0.03)	(7.18)	(7.18)	0.33	0.33
	(b) Diluted	(7.51)	(5.04)	(0.10)	(21.89)	0.78	(1.36)	(0.76)	(0.03)	(7.18)	(7.18)	0.33	0.33
19	Earnings per equity share (for discontinued operation):												
	(a) Basic	(2.67)	(1.59)	(2.68)	(6.51)	(5.04)	-	-	-	-	-	-	-
	(b) Diluted	(2.67)	(1.59)	(2.68)	(6.51)	(5.04)	-	-	-	-	-	-	-
20	Earnings per equity share												
	(a) Basic	(10.18)	(6.64)	(2.78)	(28.40)	(4.26)	(1.36)	(0.76)	(0.03)	(7.18)	(7.18)	0.33	0.33
	(b) Diluted	(10.18)	(6.64)	(2.78)	(28.40)	(4.26)	(1.36)	(0.76)	(0.03)	(7.18)	(7.18)	0.33	0.33



**BALLARPUR INDUSTRIES LIMITED**  
**Statement of Audited Standalone / Consolidated Assets and Liabilities**

₹ in Lacs

	Particulars	Consolidated		Standalone	
		As at 31.03.2017	As at 31.03.2016	As at 31.03.2017	As at 31.03.2016
<b>A</b>	<b>ASSETS</b>				
<b>1</b>	<b>Non Current Assets</b>				
(a)	Property ,Plant and equipment	955,799	1,026,266	233,538	258,319
(b)	Capital Work-in-Progress	35,710	35,259	28,112	26,711
(c)	Other Intangible assets	6,581	7,854	3,351	4,978
(d)	Intangible assets under development	3,144	4,300	3,144	3,144
(e)	Biological Assets other than bearer plants	68,257	70,472	-	-
(f)	Financial assets	-	-	-	-
i)	Investments	4,083	5,016	106,535	106,535
ii)	Loans	-	-	-	-
ii)	Others	5,044	5,302	171	223
(g)	Other Non-Current Assets	34,048	39,821	28	29
	<b>Total Non-Current Assests</b>	<b>1,112,665</b>	<b>1,194,292</b>	<b>374,879</b>	<b>399,939</b>
<b>2</b>	<b>Current Assets</b>				
(a)	Inventories	68,093	153,952	32,468	28,478
(b)	Financial assets	-	-	-	-
i)	Trade receivables	7,060	36,588	537	1,555
ii)	Cash and cash equivalents	11,014	24,242	253	5,627
iii)	Bank balances other than (ii) above	1,284	979	246	260
iv)	Loans	59,620	43,398	52,764	48,772
v)	Others	2,647	6,072	875	771
(c)	Current Tax Assets (Net)	806	9,964	0	-
(d)	Other Current Assets	56,976	39,296	6,300	6,358
	<b>Total Current Assests</b>	<b>207,499</b>	<b>314,490</b>	<b>93,443</b>	<b>91,822</b>
	<b>TOTAL ASSETS</b>	<b>1,320,164</b>	<b>1,508,782</b>	<b>468,321</b>	<b>491,761</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>				
<b>1</b>	<b>Equity</b>				
(a)	Equity Share Capital	13,112	13,112	13,112	13,112
(b)	Other Equity	106,190	272,073	109,302	154,475
(c)	Non-Controlling Interest	48,262	98,256	-	-
	<b>Total Equity</b>	<b>167,565</b>	<b>383,442</b>	<b>122,414</b>	<b>167,588</b>
<b>2</b>	<b>Non Current Liabilities</b>				
(a)	Financial Liabilities	-	-	-	-
i)	Borrowings	351,076	413,724	75,209	90,774
ii)	Trade payables	-	-	-	-
iii)	Other financial liabilities	3,834	4,740	52,243	93,189
(b)	Provisions	9,025	8,925	1,701	1,963
(c)	Deferred Tax Liabilities (Net)	13,306	8,837	2,698	5,240
(d)	Other Non-Current Liabilities	22	23	-	-
	<b>Total Non Current Liabilities</b>	<b>377,263</b>	<b>436,248</b>	<b>131,851</b>	<b>191,165</b>
<b>3</b>	<b>Current Liabilities</b>				
(a)	Financial Liabilities	-	-	-	-
i)	Borrowings	385,608	305,974	158,893	100,477
i)	Trade payables	97,532	250,383	13,437	12,526
ii)	Other financial liabilities	274,282	114,125	35,794	15,545
(b)	Other Current Liabilities	9,997	11,934	1,740	844
(c)	Provisions	4,498	5,264	4,192	3,616
(d)	Current Tax Liabilities (Net)	3,420	1,411	-	-
	<b>Total Current Liabilities</b>	<b>775,337</b>	<b>689,091</b>	<b>214,056</b>	<b>133,008</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,320,164</b>	<b>1,508,782</b>	<b>468,321</b>	<b>491,761</b>



**BALLARPUR INDUSTRIES LIMITED**

Regd. Office: P.O. Ballarpur Paper Mills-442901, Distt.- Chandrapur(Maharashtra)



**Notes for the Quarter/Year ended 31st March 2017**

- The above results have been reviewed by the Audit Committee in their meeting held on 22nd May, 2017, approved by the Board of Directors in their meeting held on 23rd May, 2017 and have been audited by the Statutory Auditors of the Company.
- The Company has adopted Indian Accounting Standards (Ind AS) from 1st April, 2016 as prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India. The Company has adopted all standards under Ind-AS, and the adoptions were carried out in accordance with Ind AS-101, First-time adoption of Indian Accounting Standards. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of Ind AS 34, Interim Financial Reporting. The reconciliation of Net Profit and Other equity as per Ind AS and previous Indian GAAP for the corresponding quarter/year ended 31st March 2016 is given below:-

₹ in Lacs

Nature of Adjustments	Consolidated			Standalone		
	Profit Reconciliation		Other Equity	Profit Reconciliation		Other Equity
	Quarter Ended 31st March, 2016	Year Ended 31st March, 2016	As at 31st March, 2016	Quarter Ended 31st March, 2016	Year Ended 31st March, 2016	As at 31st March, 2016
Net profit / Other Equity as per Previous GAAP	(11,513)	(22,941)	263,523	6	1,777	149,714
Fair valuation of Assets, Financial Assets & Financial Liabilities	(6,410)	(6,410)	26,374			5,243
Impact of effective interest rate on borrowings.	1,015	4,059	(15,049)	80	295	372
Incremental depreciation due to fair valuation	214	427	427			
Unwinding of discount related to deferred sales tax liability	(35)	(70)	(70)			
Reclassification of actuarial gains/losses, arising in respect of employee benefit schemes, to Other Comprehensive Income(OCI)	(533)	(789)	(1,203)	(292)	94	(854)
Deferred tax liabilities net	(629)	(629)	(629)			
Others	(322)	(1,574)	(1,300)			
<b>Total</b>	<b>(18,041)</b>	<b>(4,986)</b>	<b>8,550</b>	<b>(212)</b>	<b>389</b>	<b>4,761</b>
<b>Net profit / Other Equity as per Ind AS</b>	<b>(18,041)</b>	<b>(27,927)</b>	<b>272,073</b>	<b>(206)</b>	<b>2,166</b>	<b>154,475</b>

- Exceptional Items Includes impairment of assets and penal interest.
- The liability for the put option of subsidiaries, if any, shall be determined and provided on settlement in view of on-going discussions with banks.
- The standalone and consolidated results of the Company for the current quarter and year have been impacted due to lack of adequate working capital. The lenders of the Company have invoked standstill provision due to delays in repayment of debts and payment of interest. The Company is in discussions with Banks for Rescheduling of Debts and SBI other restructuring packages.
- The Company has brought in working capital funds to start its operations. Currently operations at units - Yaumanagar, Ballarpur, Bhilwan and Ashti are getting ramped up and are expected to operate at full capacity from July 2017. Operations at SFI are also expected to start from early June, 2017.
- Formulae for Computation of Ratios are as follows:  
Debt Service Coverage Ratio = (Earnings before Depreciation, Amortisation, Interest and Tax – Current Cash Taxes) / (Interest Expense + Principal Repayments made during the period for long term loans).  
Interest Service Coverage Ratio = Earnings before Depreciation, Amortisation, Interest and Tax / Interest Expense.
- The figures for the quarter ended 31st March, 2017 and 2016 are the balancing figures between the audited figures in respect of full financial year and the published year to date figures up to third quarter of the respective financial year. Previous period figures have been re-grouped / reclassified wherever necessary, to conform to this period's classification.

For and on behalf of Board of Directors  
For Ballarpur Industries Limited

B. HARIHARAN

Group Director (Finance)

**Independent Auditor's Report**

**To**

**The Board of Directors  
Ballarpur Industries Limited**

We have audited the accompanying Statement of Standalone Financial Results of Ballarpur Industries Limited ('the Company') for the year ended 31<sup>st</sup> March 2017( "the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related Standalone financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder ('Ind AS') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements.

We conducted our audit in accordance with the Standards on Auditing issued by 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 statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedure 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 the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

***Basis for Qualified Opinion***

***We draw attention to Note 4 of the Statement regarding the liability for the put option on the Company pertaining to subsidiaries to be provided on the settlement.***



**OFFICES AT :**

- 243, " SHRIKA RESIDENCY" CANAL ROAD, DHARAMPETH, NAGPUR- 440010.
- BLOCK-E, NEW R D A BUILDING, BOMBAY MARKET, G.E. ROAD, RAIPUR- 492001
- A- 425, SARITA VIHAR, NEW DELHI-110076.
- 331, KALIANDAS UDYOG BHAWAN, CENTURY BAZAR LANE, PRABHADEVI, MUMBAI- 400025.
- PRABHATARAPTS, 3rd FLOOR, WR, PARANJAPE LANE, NEAR HOTEL VAISHALI, SHIVAJINAGAR PUNE- 411004
- COSMOS REGENCY, JUPITER II, 102 WAGHBILL NAKA GHODBUNDER ROAD. THANE-(W)- 400607

### **Qualified Opinion**

In our opinion and to the best of our information and according to the explanations given to us *except for the possible effects of the matter specified under 'Basis for Qualified Opinion'* in above paragraph, the Statement:

- i. is presented in accordance with the requirements of regulation of 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.; and
- ii. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and total comprehensive loss and other financial information of the Company for the year ended 31<sup>st</sup> March 2017.

The statement includes the results for the quarter ended 31<sup>st</sup> March 2017 being the balancing figures between audited figures in respect of the full financial year and the published year to date figure up to the third quarter of the current financial year which were subject to limited review by us.

### **Emphasis of Matter**

*We draw attention to Note 5 of the Statement regarding invocation of Strategic Debt Restructuring by the Lenders due to non-fulfillment of debt obligations. On the basis of projected business plan as agreed with the lenders, these financial results have been prepared on a going concern basis. These financial results do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that may be necessary if the Company is unable to continue as going concern.*

Our report is not modified/qualified in respect of this matter.

  
**ASHWIN MANKESHWAR**  
Partner  
Membership No. 046219  
For and on behalf of  
**K. K. Mankeshwar & Co.,**  
Chartered Accountants  
FRN: 106009W

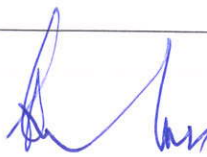

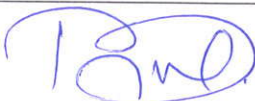




New Delhi, dated the  
23<sup>rd</sup> May, 2017

**Statement on Impact of Audit Qualification (for audit report with modified opinion)**  
**submitted along-with Annual Audited Financial Results - Standalone**

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017				
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2017]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	-	-
	2.	Total Expenditure	-	-
	3.	Net Profit/(Loss)	-	-
	4.	Earnings Per Share	-	-
	5.	Total Assets	-	-
	6.	Total Liabilities	-	-
	7.	Net Worth	-	-
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	<b><u>Audit Qualification (each audit qualification separately):</u></b>			
	a.	<b>Details of Audit Qualification:</b>  Attention to note 4 of Audited Standalone Financial results for the Quarter / Year ended 31 <sup>st</sup> March, 2017 regarding the liability for the put option, if any, on the Company pertaining to subsidiaries to be provided on the settlement.		
	b.	<b>Type of Audit qualification:</b> Qualified Opinion		
	c.	<b>Frequency of qualification:</b> First time during the financial year under report.		
	d.	<b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b> N.A.		
	e.	<b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>		
		(i) Management's estimation on the impact of audit qualification: N. A.		
		(ii) If management is unable to estimate the impact, reasons for the same:  The impact of qualification in the Auditors' Report on the financial statements of the Company is at present not ascertainable in view of on-going discussions with banks.		
		(ii) Auditors' Comments on (i) or (ii) above:  <b>Quantification is not possible</b>		



<p>III.</p>	<p><b><u>Signatories:</u></b></p>	
<p>A.S. Dulat Audit Committee Chairman</p>		
<p>Neehar Aggarwal Chief Executive Officer</p>		
<p>Bimal Khandewal Chief Financial Officer</p>		
<p>Ashwin Mankeshwar Partner (Membership No.046219) For and on behalf of K. K. Mankeswar &amp; Co. Chartered Accountants FRN- 106009W (Statutory Auditors)</p>	 	
<p>Place: New Delhi</p>		
<p>Date: 23<sup>rd</sup> May, 2017</p>		

**Independent Auditor's Report**

**To**

**The Board of Directors  
Ballarpur Industries Limited**

We have audited the accompanying Statement of Consolidated Financial Results of Ballarpur Industries Limited ('the Company') and its subsidiaries (collectively referred to as 'the Group') for the year ended 31<sup>st</sup> March 2017('the statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related Consolidated Financial Statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder ('Ind AS') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated financial statements.

We conducted our audit in accordance with the Standards on Auditing issued by 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 Statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the statement in order to design audit procedure 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 the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

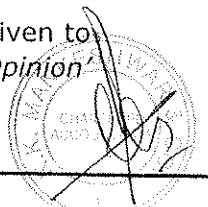
We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

***Basis for Qualified Opinion***

***We draw attention to Note 4 of the Statement regarding the liability for the put option on the Company pertaining to a subsidiary to be provided on the settlement.***

***Qualified Opinion***

In our opinion and to the best of our information and according to the explanations given to us *except for the possible effects of the matter specified under 'Basis for Qualified Opinion'* in above paragraph, the Statement:



**OFFICES AT :**

- 243, "SHRIKA RESIDENCY" CANAL ROAD, DHARAMPETH, NAGPUR- 440010.
- BLOCK-E, NEW R D A BUILDING, BOMBAY MARKET, G.E. ROAD, RAIPUR- 492001
- A- 425, SARITA VIHAR, NEW DELHI-110076.
- 331, KALIANDAS UDYOG BHAWAN, CENTURY BAZAR LANE, PRABHADEVI, MUMBAI- 400025.
- PRABHATARAPTS, 3rd FLOOR, WR, PARANJAPE LANE, NEAR HOTEL VAISHALI, SHIVAJINAGAR PUNE- 411004
- COSMOS REGENCY, JUPITER II, 102 WAGHBILL NAKA GHODBUNDER ROAD. THANE-(W)- 400607

(i) Include the results of the following entities:

- Ballarpur Industries Limited
- Avantha Agritech Limited (formerly known as Bilt Tree Tech Limited)
- Ballarpur International Holdings B.V.
- Ballarpur Speciality Paper Holdings B.V.
- Premier Tissues India Limited
- Bilt Paper B.V. (formerly known as Ballarpur International Graphic Paper Holdings B.V.)
- Ballarpur Paper Holdings B.V.
- Bilt Graphic Paper Products Limited
- Sabah Forest Industries SDN. BHD.
- Bilt General Trading (FZE)

(ii) is presented in accordance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.; and

(iii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and total comprehensive loss and other financial information of the Company for the year ended 31<sup>st</sup> March 2017.

The statement includes the results for the quarter ended 31<sup>st</sup> March 2017 being the balancing figures between audited figures in respect of the full financial year and the published year to date figure up to the third quarter of the current financial year which were subject to limited review by us.

***Emphasis of Matter***

*We draw attention to Note 5 of the Statement regarding invocation of Strategic Debt Restructuring by the Lenders due to non-fulfillment of debt obligations. On the basis of projected business plan as agreed with the lenders, these financial results have been prepared on a going concern basis. These financial results do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that may be necessary if the Company is unable to continue as going concern.*

Our report is not modified/qualified in respect of this matter.






  
**ASHWIN MANKESHWAR**  
Partner  
Membership No. 046219  
For and on behalf of  
**K. K. Mankeshwar & Co.,**  
Chartered Accountants  
FRN: 106009W



New Delhi, dated the  
23<sup>rd</sup> May, 2017

**Statement on Impact of Audit Qualification (for audit report with modified opinion)  
submitted along-with Annual Audited Financial Results - Consolidated**

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2017]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	-	-
	2.	Total Expenditure	-	-
	3.	Net Profit/(Loss)	-	-
	4.	Earnings Per Share	-	-
	5.	Total Assets	-	-
	6.	Total Liabilities	-	-
	7.	Net Worth	-	-
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	<b><u>Audit Qualification (each audit qualification separately):</u></b>			
	a.	<b>Details of Audit Qualification:</b>  Attention to note 4 of Audited Consolidated Financial results for the Quarter / Year ended 31 <sup>st</sup> March, 2017 regarding the liability for the put option, if any, on the Company pertaining to subsidiaries to be provided on the settlement.		
	b.	<b>Type of Audit qualification:</b> Qualified Opinion		
	c.	<b>Frequency of qualification:</b> First time during the financial year under report.		
	d.	<b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b> N.A.		
	e.	<b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>		
		(i) Management's estimation on the impact of audit qualification: N. A.		
		(ii) If management is unable to estimate the impact, reasons for the same:  The impact of qualification in the Auditors' Report on the financial statements of the Company is at present not ascertainable in view of on-going discussions with banks.		
		(ii) Auditors' Comments on (i) or (ii) above:  <b>Quantification is not possible</b>		

<p>III.</p>	<p><b><u>Signatories:</u></b></p>	
<p>A.S. Dulat Audit Committee Chairman</p>		
<p>Neehar Aggarwal Chief Executive Officer</p>		
<p>Bimal Khandewal Chief Financial Officer</p>		
<p>Ashwin Mankeshwar Partner (Membership No.046219) For and on behalf of K. K. Mankeswar &amp; Co. Chartered Accountants FRN- 106009W (Statutory Auditors)</p>	 	
<p>Place: New Delhi</p>		
<p>Date: 23<sup>rd</sup> May, 2017</p>		