



Laurel Organics Ltd.

Regd. Office/Works : Village Bhondsi, Tehsil Sohna, Distt. Gurgaon-122102 (Hr)
Telephone : 91 (0124) 2267351
E-mail : laurelorganicslimited@gmail.com, Web : www.laurel.co.in
CIN No. : L24239HR1993PLC032120

Ref: Laurel/Sec/2017-18/054

May 30, 2017

To

**Department of Corporate Affairs- Listing
BSE Limited**

Phiroz Jeejeebhoy Towers,
Dalal Street, Fort Mumbai-400001

scrip Code: 530313 [LAURLOR]

Sub: Outcome of Board Meeting held on May 30, 2017 (Tuesday)

Dear Sir,

Pursuant to Regulation 33 and 47 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we have enclosed herewith:

1. Audited Financial Results (Standalone) for the quarter and year ended March 31, 2017, duly approved and taken on record by the Board of Directors at its meeting held today i.e. Tuesday, May 30, 2017 along with Extract of Results to be published in newspaper;&
2. Independent Auditor's Report (Standalone) on the aforesaid results, as placed before the Board of Directors of the Company at its meeting held today.

The Board Meeting commenced at 03:00 pm and concluded at 08:30 pm.

Kindly take the above information on your records.

Thanking You,
Yours faithfully,

For **LAUREL ORGANICS LIMITED**



PRATIBHA ANAND
(Company Secretary)
M. No. A35016
Place: New Delhi

TODAY'S AGENDA-QUALITY

LAUREL ORGANICS LIMITED

Regd. Office : Vill. Bhondsi, Tehsil Sohna, Dist. Gurgaon , Haryana - 122102

CIN- L24239HR1993PLC032120 E-mail: laurelorganicslimited@gmail.com Website: www.laurel.co.in, Ph.0124-3259517

AUDITED FINANCIAL RESULTS (STANDALONE) FOR THE QUARTER AND YEAR ENDED

MARCH 31, 2017

(Rs. in lacs)

	Particulars	Quarter Ended			Year Ended	
		March 31, 2017	December 31, 2016	March 31, 2016	March 31, 2017	March 31, 2016
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Income from Operations					
	a) Sales/Income from operations (Net)	97.50	-	1.21	146.00	19.21
	b) Other Operating Income	-	-	-	-	-
	Total Income from Operations	97.50	0	1.21	146.00	19.21
2	Expenditure					
	a) Cost of materials consumed	-	-	-	-	7.75
	b) Purchase of stock-in-trade	-	-	-	-	-
	c) Change in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	35.40	0.43
	d) Employee benefits expenses	59.91	6.50	63.89	75.07	213.43
	e) Depreciation and amortisation expense	12.46	7.44	5.89	34.75	29.36
	f) Other expenses	75.41	19.32	40.16	135.57	135.60
	Total Expenses	147.78	33.26	109.94	280.79	386.56
3	Profit/(loss) from Operations before other Income, finance costs & exceptional items (1-2)	(50.28)	(33.26)	(108.73)	(134.79)	(367.35)
4	Other Income	27.92	0	6.12	59.18	18.67
5	Profit/(loss) before finance costs & exceptional items (3+4)	(22.36)	(33.26)	(102.61)	(75.61)	(348.68)
6	Finance Costs	8.65	2.11	38.91	26.90	55.71
7	Profit/(loss) from ordinary activities before finance costs & exceptional items (5-6)	(31.01)	(35.37)	(141.52)	(102.51)	(404.39)
8	Exceptional Items	-	-	-	-	-
9	Profit/(loss) from ordinary activities before tax (7-8)	(31.01)	(35.37)	(141.52)	(102.51)	(404.39)
10	Tax expenses/(benefits)					
	a) Current Tax	-	-	-	-	-
	b) Deferred Tax Liability/(Asset)	(7.61)	-	0.92	(7.61)	0.92
11	Net Profit/(loss) from ordinary activities after tax (9-10)	(23.41)	(35.37)	(142.44)	(94.90)	(405.31)
12	Extraordinary items (Net of Tax)	-	-	-	-	-
13	Net Profit for the Period (11-12)	(23.41)	(35.37)	(142.44)	(94.90)	(405.31)
14	Paid up equity share capital (Face value of Rs.10)	738.50	738.50	738.50	738.50	738.50
15	Reserves excluding revaluation reserve	-	-	-	-	-
16	Basic and Diluted Earnings Per Share (before and after extraordinary items) (not annualised)	(0.32)	(0.48)	(1.93)	(0.13)	(5.49)

Statement of Assets and Liabilities

Particulars		As at March 31, 2017 (Audited)	As at March 31, 2016 (Audited)
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital		1138.50	738.50
(b) Reserves and Surplus/(Loss)		-1221.33	-1126.42
		-82.83	-387.92
(2) Non-current Liabilities			
(a) Long-term borrowings		979.39	674.76
(b) Deferred tax liabilities (Net)		20.74	28.35
(c) Other Long-term liabilities		0.00	0.00
(d) Long-term provisions		35.68	27.28
		1035.81	730.39
(3) Current Liabilities			
(a) Short-term borrowings		0.00	0.00
(b) Trade payables		40.88	1.57
(c) Other current liabilities		180.73	66.91
(d) Short-term provisions		0.00	0.00
		221.62	68.48
TOTAL		1174.60	410.95



II. ASSETS		
(1) Non-current Assets		
(a) Fixed Assets		
(i) Tangible assets	666.38	320.43
(ii) Intangible assets	0.03	0.03
(iii) Capital work-in-progress	307.36	0.00
(iv) Intangible assets under development	0.00	0.00
(b) Deferred tax Assets	0.00	0.00
(c) Non-current investments	0.00	0.00
(d) Long-term loans and advances	12.66	13.11
(d) Other non-current assets	16.75	16.75
	1003.18	350.32
(2) Current Assets		
(a) Current Investments	0.00	0.00
(b) Inventories	62.25	7.38
(c) Trade receivables	7.54	9.10
(d) Cash and cash equivalents	5.21	1.16
(e) Short-term loans and advances	79.29	40.38
(f) Other current assets	17.13	2.61
	171.42	60.63
TOTAL	1174.60	410.95

Notes:

- The above results were reviewed and recommended for adoption by Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on May 30, 2017. The Statutory Auditor of the Company has issued the Audit Report on Annual Financial Results for the year ended March 31, 2017.
- The Company is dealing in one reportable segment i.e., manufacturing & Trading of Bulk Drug intermediates only. As such, there are no separate reportable segments, as per Accounting Standard on 'Segment Reporting' (AS 17), notified by the Companies (Accounting Standards) Rules, 2006.
- Company has started off contract manufacturing of 'Intermediates'-bulk drugs for Kimia Biosciences Limited (holding company) at its plant located at Village Bhondsi, Tehsil Sohna, Distt. Gurgaon-122102, Haryana. In addition, the said plant is being upgraded in accordance with Good Manufacturing Practice (GMP) Standards for pharmaceutical productions and is expected to become a GMP certified manufacturer in near future.
- Company has obtained Manufacturing License from State Drugs Controller-cum-Licensing Authority, Food and Drugs Administration, Haryana on 07-04-2017, in order to manufacture final product Bulk Drugs-Active Pharmaceutical Ingredients (APIs).
- Company has received 'No adverse observation' from BSE in regard to proposed Scheme of Amalgamation and is in the process of receiving 'No objection certificate' from creditors, for filing application with National Company Law Tribunal (NCLT) for approval of the said Scheme.
- Company is in process to appoint Chief Financial Officer, as Mr. Raman Kumar Thakur (PAN: ACUPT6733F), R/o 265/4, Hari Nagar, Near Anaj Mandi, Gurgaon-122001, Haryana, has resigned from that post w.e.f 04-04-2017.
- Figures of the previous quarter/period/year have been regrouped/rearranged wherever necessary.

For Laurel Organics Limited


SAMEER GOEL
 (Chairman & Managing Director)

New Delhi, May 30, 2017

DATE: 30/05/2017
PLACE: NEW DELHI

STATEMENT OF ACCOUNTS

OF

M/S LAUREL ORGANICS LTD

**Regd. Office: VILL. BHONDSI, TEHSIL SOHNA,
DISTT. GURGAON, HARYANA, 122102**

Phone: 9958791964; Email: mdjoshee@yahoo.co.in

CIN: ; PAN: AAACL2068E

- **Balance Sheet As On 31/03/2017**
- **Statement Of Profit And Loss As On 31/03/2017**
- **Reports And Notes**
- **Audit Report Financial Year 2016-17/ Asst. Year 2017-18**

A.K.JALAN & ASSOCIATES

CHARTERED ACCOUNTANTS

17A/56, Triveni Plaza, UG-5, WEA, Karol Bagh, New Delhi-110005

Phone: 011-28756281, 28758622; Mobile: 09312279229

E-Mail: akjalan@jalanca.com; URL: www.jalanca.com

206, Narayan Plaza, Exhibition Road, Patna

Phone: 2219619; 9431015651

Saraiganj (Jogiamath), Muzaffarpur

Phone: 0621-2212541



INDEPENDENT AUDITOR'S REPORT

To

The Members of

LAUREL ORGANICS LTD.

Report on the Financial Statements

We have audited the accompanying financial statements of M/s LAUREL ORGANICS LTD which comprise the Balance Sheet as at 31/03/2017, Statement of Profit and Loss and the Cash Flow Statement for the year ended on that date, and a summary of significant accounting policies and other explanatory information.

Management Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these Financial Statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. 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.





An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Financial Statements. The procedures selected depend on the auditor's 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 auditor considers internal financial control relevant to the Company's preparation of the Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Financial Statements.

We believe that the audit evidences we have obtained are sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.

Basis for Qualified Opinion

The Company has accumulated losses and its net worth has been fully eroded. The Company's current liabilities exceeded its current assets as at the balance sheet date, business of the Company has remained suspended for major part of the financial year, and also the Company incurred net loss during the current and previous year(s) affecting the going concern assumptions. Appropriateness of the assumption of 'going concern' is dependent upon Company's ability to raise sufficient resources/ generate cash flows in future to meet its obligations. Management of the company has, though, expressed positive hope in this regard as necessary funds required for upgradation/renovation of plant have been infused during the FY by them and phase I of the process has completed and part of the plant facility has started yielding revenue during last quarter and , therefore, the financial statements of the Company have been prepared on a going concern basis.

Qualified Opinion

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

- (a) In case of the Balance Sheet, of the state of affairs of the Company as at 31/03/2017;
- (b) In case Statement of Profit and Loss Account, **Loss** of the for the year ended on that date;
- (c) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.





Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Government of India in terms of sub-section (11) of section 143 of the Act, 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-I** a statement on the matters specified in the paragraphs 3 and 4 of the said Order.
2. As required by section 143(3) of the Act, we further report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph;
 - (e) In our opinion, though the matter described in the basis of qualified opinion above has potential adverse effect on the functioning of the Company in future, the changed management and Board of Directors, which has already taken place and ownership change process is under way, has expressed their belief that this matter will not have adverse effect on the functioning of the Company in view of positive steps being undertaken to comply with all obligations, past as well as future, and also step-up operations in coming future.
 - (f) On the basis of the written representations received from the directors as on 31 March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017 from being appointed as a director in terms of Section 164 (2) of the Companies Act, 2013.
 - (g) Report on the internal financial controls under clause (i) of sub-section 3 of section 143 of the Companies Act 2013 is enclosed as **Annexure-II** to this report.
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:





A. K. JALAN & ASSOCIATES
CHARTERED ACCOUNTANTS

- i. The Company has disclosed the impact of pending litigations, if any, on its financial position, in its financial statements.
- ii. The Company did not have long-term contracts including derivatives contracts for which there were material foreseeable losses.
- iii. No amount is required to be transferred to the Investor Education and Protection Fund by the Company as on 31 March, 2017.
- iv. the Company has provided requisite disclosures as below as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the Company:

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	240000	9195	249195
(+) Permitted receipts	Nil	213550	213550
(-) Permitted payments	Nil	212538	212538
(-) Amount deposited in Banks	240000	Nil	240000
Closing cash in hand as on 30.12.2016	Nil	10207	10207

FOR A. K. JALAN & ASSOCIATES
(CHARTERED ACCOUNTANTS)

FRN NO: 500107N



(CA A.K.JALAN, FCA)
PARTNER
M.NO. 052776

DATE:30/05/2017
PLACE: NEW DELHI



ANNEXURE-I

Annexure referred to in Paragraph (1) under Report on Other Legal and Regulatory Requirements of our Report of even date to the members of LAUREL ORGANICS LTD on the accounts for the year ended 31st March 2017.

Report under the Companies (Auditor's Report) Order, 2016, under sub-section (11) of section 143 of the Act of the Companies Act, 2013 ("the Act")

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

1. Fixed Assets:

(a) The company has maintained records showing full particulars, including quantitative details and situation of its Fixed Assets on computer assisted system.

(b) As per information and explanations given to us, the Fixed Assets of the Company have been physically verified by the management during the year and it seems that the procedure of physical verification employed was reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were found on such verification.

(c) According to the information and explanation given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties are held in the name of the company.

2. Inventories:

As per information and explanation given to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification.

3. Loans granted by the Company:

As per information and explanations given to us, the company has not granted loans, secured or unsecured to companies, firms, LLP or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Therefore, paragraph 3(iii) of the order is not applicable.

4. Loans to Directors and Investment by company:

As per information and explanations given and books and records examined by us, no loan has been given to directors and company has made no investment. Hence, paragraph 3(iv) of the order is not applicable.





5. Acceptance of Deposits:

The company has not accepted deposits from the public and therefore the directions of the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder are not applicable to the Company. Hence, paragraph 3(v) of the order is not applicable.

6. Maintenance of Cost Records:

The Central Govt. has prescribed Rules for the maintenance of the cost records u/s 148(1) of the Companies Act, 2013. Company has appointed Cost Audit for the Financial Year 2013-14 and thereafter due to upward change in the quantum of applicability of provisions, under which the Company does not fall, no audit was appointed.

7. In respect of Statutory Dues:

- (a) According to the information and explanation given to us and on the basis of our examination of records of the Company, the Company is generally regular in depositing the undisputed statutory dues as applicable with appropriate authorities in India.
- (b) According to the information and explanation given to us and the records of the Company examined by us, no disputed statutory dues were outstanding for payments before any forum for relief or otherwise.

8. Repayment of Loans:

Company has not raised term loans from Banks/Financial Institutions during the year under audit. Hence, paragraph 3(viii) of the order is not applicable.

9. Utilisation of IPO and further Public offer:

In terms of the information and explanations given to us, no moneys have been raised by way of initial public offer or further public offer (including debt instruments) and term loans by the Company during the Financial year under review. However, as per members approval Company has issued and allotted 0.10% Redeemable, Non-Convertible, Cumulative Preference Shares 40,00,000 of Rs.10 each for Rs.400 lacs on private placement basis during the financial year and the funds so raised has been utilized for the purpose for which it has been issued.

10. Reporting of Fraud:

According to the information and explanations given to us and based on the audit procedures performed and representation obtained from the management, we report that the fraud on or by the Company, having material misstatement on the financial statements has not been noticed or reported during the year under audit.





A. K. JALAN & ASSOCIATES
CHARTERED ACCOUNTANTS

11. Approval of Managerial Remuneration:

In our opinion, and according to the information and explanations given to us, no managerial remuneration has been paid or provided in terms of section 197 read with Schedule V to the Companies Act, 2013.

12. Nidhi Company:

In terms of the information and explanations given, the Company is not a Nidhi Company. Hence, paragraph 3(xii) of the order is not applicable.

13. Related Party Transactions:

As per information and explanations given and the books and records examined by us, we state that transactions with the related parties are in compliance with section 188 of Companies Act, 2013 and proper disclosure have been made in the Financial Statement under audit at appropriate places(s).

14. Private Placement or Preferential Issues:

As per information and explanations given to us, the company has not made preferential allotment or private placement of equity shares or fully or partly convertible debentures during the year under review. However, private placement of 0.10% Redeemable, Non-Convertible, Cumulative Preference Shares 40,00,000 of Rs.10 each for Rs.400 lacs has been made by the Company during the year under review as per the approval of the members by way of a resolution passed in their extra ordinary general meeting held on 30/03/2016 and necessary compliance in the matter has been done.

15. Non Cash Transactions:

As per information and explanations given and the books and records examined by us, we state that the company has not entered into any non-cash transactions with directors or persons connected with them. Hence, paragraph 3(xv) of the order is not applicable.

16. Register under RBI Act 1934:

The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, paragraph 3(xvi) of the order is not applicable.



FOR A. K. JALAN & ASSOCIATES
(CHARTERED ACCOUNTANTS)
FRN NO: 500107N

(CA A.K.JALAN, FCA)
PARTNER
M.NO. 052776

DATE:30/05/2017
PLACE: NEW DELHI



ANNEXURE-II

Annexure referred to in Paragraph [2(f)] under Report on Other Legal and Regulatory Requirements of our Report of even date to the members of LAUREL ORGANICS LTD on the accounts for the year ended 31st March 2017.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have examined the internal financial controls over financial reporting of M/s LAUREL ORGANICS LTD ('the Company') as on 31-Mar-2017 in connection with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note 168 require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have





A. K. JALAN & ASSOCIATES
CHARTERED ACCOUNTANTS

obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31-Mar-2017.



FOR A. K. JALAN & ASSOCIATES
(CHARTERED ACCOUNTANTS)
FRN NO: 500107N












(CA A.K.JALAN, FCA)
PARTNER
M.NO. 052776

DATE: 30/05/2017
PLACE: NEW DELHI

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017 [See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	20518056	20518056
	2.	Total Expenditure	30768981	30768981
	3.	Net Profit/(Loss)	(9490312)	(9490312)
	4.	Earnings Per Share	(0.13)	(0.13)
	5.	Total Assets	117459931	117459931
	6.	Total Liabilities	125742704	125742704
	7.	Net Worth	(8282773)	(8282773)
	8.	Any other financial item(s) (as felt appropriate by the management)	None	None
II.	<p>Audit Qualification (each audit Qualification separately):</p> <p>The Company has negative net worth, and incurred loss during current year, affecting going concern assumption.</p>			
	<p>Details of Audit Qualification: The point wise details of qualifications in respect to each qualification is set forth below:-</p> <p>1. <i>The Company has accumulated losses and its net worth has been fully eroded. The Company's current liabilities exceeded its current assets as at the balance sheet date, business of the Company has remained suspended for major part of the financial year, and also the Company incurred net loss during the current and previous year(s) affecting the going concern assumptions. Appropriateness of the assumption of 'going concern' is dependent upon Company's ability to raise sufficient resources/ generate cash flows in future to meet its obligations.</i></p>			
	<p>b. Type of Audit Qualification : Qualified Opinion</p>			
	<p>c. Frequency of qualification: Appeared second time</p>			
	<p>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NA</p>			



	<p>c. For Audit Qualification(s) where the impact is not quantified by the auditor:</p> <p>1. <i>Management of the company has, though, expressed positive hope in this regard that necessary funds required for up-gradation/renovation of plant have been infused during the FY by them and phase I of the process has completed and part of the plant facility has started yielding revenue during last quarter and, therefore, the financial statements of the Company have been prepared on a going concern basis.</i></p>								
	(i) Management's estimation on the impact of audit qualification: NA								
	(ii) If management is unable to estimate the impact reasons for the same: The impact is not quantified by the auditor.								
	<p>(iii) Auditors' Comments on (i) or (ii) above:</p> <p><i>Company has, infused necessary funds required for up-gradation/renovation of plant during the FY by them and phase I of the process has completed and part of the plant facility has started yielding revenue during last quarter and, therefore, the financial statements of the Company have been prepared on a going concern basis.</i></p>								
<p>III.</p>	<p>Signatories:</p> <table border="1"> <tr> <td data-bbox="279 728 965 851"> <p>• CEO/Managing Director Mr. Sameer Goel</p> </td> <td data-bbox="965 728 1348 851">  </td> </tr> <tr> <td data-bbox="279 851 965 974"> <p>• Assistant GM- Finance & Accounts Mr. M. D. Joshi</p> </td> <td data-bbox="965 851 1348 974">  </td> </tr> <tr> <td data-bbox="279 974 965 1086"> <p>• Audit Committee Chairman Mr. Jagdeep Dhawan</p> </td> <td data-bbox="965 974 1348 1086">  </td> </tr> <tr> <td data-bbox="279 1086 965 1220"> <p>• Statutory Auditor Sh. AK Jalan (Partner, FCA-052776) AK Jalan & Associates, CA (FRN-500107N)</p> </td> <td data-bbox="965 1086 1348 1220">  </td> </tr> </table> <p>Place: New Delhi Date: 30-05-2017</p>	<p>• CEO/Managing Director Mr. Sameer Goel</p>		<p>• Assistant GM- Finance & Accounts Mr. M. D. Joshi</p>		<p>• Audit Committee Chairman Mr. Jagdeep Dhawan</p>		<p>• Statutory Auditor Sh. AK Jalan (Partner, FCA-052776) AK Jalan & Associates, CA (FRN-500107N)</p>	
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