

## PSL LIMITED

Public Sector Limited  
 100, Park Road, Madhavaram, Chennai - 600 042  
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## UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 30TH SEPTEMBER 2015

	PARTICULARS	Three months ended	Previous three months ended	Preceding three months ended in the immediately preceding year	Year to date figures for current period ended	Year to date figures for the period ended	Previous year ended
Sr. No.	Part I	30.09.2015 (Unaudited)	30.06.2015 (Unaudited)	30.06.2014 (Unaudited)	30.09.2015 (Unaudited)	30.09.2014 (Unaudited)	31.03.2015 (Audited)
1	<b>Income from operations</b>						
	Net sales/income from operations (net of Excise duty)	21.26	31.25	40.84	52.71	78.12	124.72
	Other operating income	0.30	1.15	9.26	13.66	15.04	24.75
	<b>Total income from operations (net)</b>	<b>21.56</b>	<b>44.50</b>	<b>43.20</b>	<b>66.37</b>	<b>93.16</b>	<b>149.47</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	40.68	37.87	31.80	73.51	58.75	104.41
	(b) Purchases of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress & stock-in-trade	0.38	77.11	11.90	22.50	11.59	15.63
	(d) Employee benefits expense	4.89	11.58	10.75	14.87	22.86	20.15
	(e) Depreciation and amortisation expense	37.57	37.15	43.43	75.14	86.89	173.62
	(f) Other expenses (Any item exceeding 10% of the above expenses relating to continuing operations to be shown separately)	8.53	14.21	14.40	22.81	29.50	54.67
	<b>Total expenses</b>	<b>91.93</b>	<b>198.47</b>	<b>104.38</b>	<b>208.33</b>	<b>209.60</b>	<b>485.10</b>
3	<b>Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>(70.37)</b>	<b>(214.47)</b>	<b>(59.28)</b>	<b>(141.96)</b>	<b>(116.44)</b>	<b>(235.63)</b>
4	<b>Other income</b>						
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+ 4)</b>	<b>(70.37)</b>	<b>(214.47)</b>	<b>(59.28)</b>	<b>(141.96)</b>	<b>(116.44)</b>	<b>(235.63)</b>
6	<b>Finance costs</b>						
		87.52	86.77	81.25	175.44	27.23	45.18
7	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5 + -6)</b>	<b>(157.89)</b>	<b>(301.24)</b>	<b>(77.43)</b>	<b>(318.40)</b>	<b>(143.67)</b>	<b>(301.81)</b>
8	<b>Exceptional items</b>						
		24.00	86.75	86.25	86.25	-	175.73
9	<b>Profit/(+)/Loss(-) from Ordinary Activities before tax (7+ 8)</b>	<b>(181.89)</b>	<b>(214.49)</b>	<b>(77.47)</b>	<b>(406.65)</b>	<b>(143.67)</b>	<b>(477.53)</b>
10	<b>Tax Expense</b>						
		-	-	-	-	-	-
11	<b>Net Profit (+)/ Loss (-) from Ordinary Activities after tax (9+ -10)</b>	<b>(181.89)</b>	<b>(214.49)</b>	<b>(77.47)</b>	<b>(406.65)</b>	<b>(143.67)</b>	<b>(477.53)</b>
12	<b>Extraordinary items (net of tax expense)</b>						
		-	-	-	-	-	-
13	<b>Net Profit (+)/ Loss (-) for the period (11+ -12)</b>	<b>(181.89)</b>	<b>(214.49)</b>	<b>(77.47)</b>	<b>(406.65)</b>	<b>(143.67)</b>	<b>(477.53)</b>
14	<b>Share of profit/(loss) of associates</b>						
		-	-	-	-	-	-
15	<b>Minority interest</b>						
		-	-	-	-	-	-
16	<b>Net Profit/ (Loss) after taxes, Minority interest and share of Profit/(Loss) of associates (13+ -14+ -15)</b>	<b>(181.89)</b>	<b>(214.49)</b>	<b>(77.47)</b>	<b>(406.65)</b>	<b>(143.67)</b>	<b>(477.53)</b>
17	<b>Paid-up equity share capital ( Face value of the Shares only as indicated)</b>	<b>98.94</b>	<b>98.94</b>	<b>98.94</b>	<b>98.94</b>	<b>98.94</b>	<b>98.94</b>
18	<b>Reserves excluding Revaluation Reserves (as per balance sheet) of previous accounting year.</b>						<b>(264.49)</b>
19	<b>Earnings Per Share (before extraordinary items) (of Rs.40/- each not annualised)</b>						
i	(a) Basic	(18.39)	(22.77)	(14.56)	(41.10)	26.87	(46.27)
	(b) Diluted	(18.39)	(22.77)	(14.56)	(41.10)	26.87	(46.27)
ii	(a) Basic	(18.39)	(22.77)	(14.56)	(41.10)	26.87	(46.27)
	(b) Diluted	(18.39)	(22.77)	(14.56)	(41.10)	26.87	(46.27)

## NOTES:

- The above financial results of the Second Quarter ended on 30th September 2015 for the year 2015-16 were reviewed by the Statutory Auditors at a meeting held today (9th Nov.2015) and their opinion is on record by the Board of Director at its meeting also held today.
- The Company's main business is to manufacture steel pipes. It is not a public company and does not have more than two regular employees. It is not a company as defined in the Companies Act, 1956. The financial statements are prepared in accordance with the provisions of relevant accounting standard issued by the Institute of Chartered Accountants of India.
- The Statutory Auditors of the company have conducted a "Limited Review" of the unaudited financial results and have issued their report thereon.
- Consequent upon erosion of Company's Net Worth due to excessive expenditure incurred in violation of Section 15 of Sick Industrial Companies (Special Provisions) Act, 1985 has got triggered due to which the Company had made a reference to Board for Industrial and Financial Reconstruction (BIFR) for consideration of the measures which are to be taken with respect to the Company. After due consideration of the said reference by BIFR, the same has been registered by them on 08/08/2015.

6. (b) and (c) of the 12(1)(b) (as amended) provisions of the Companies Act, 2013 shall be complied with and the same shall be reported & documented.

7. In order to ensure that the Company's plant and machinery are not being disposed of, the same has been bonded over to a bank to facilitate the same.

8. The above results have also been submitted to the Director of Public Prosecutions at "www.pslimited.com"


Part A							
A	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding						
	-Number of Shares	17,962,542	100%	100%	17,962,542	32,414,160	17,962,542
	-Percentage of Shares	78.76%	100%	100%	78.79%	60.65%	78.76%
2	Promoter and Promoter group Shareholding						
	(a) Pledge/Encumbered						
	(i) Number of Shares	20,982,710	100%	100%	20,982,710	20,982,710	20,982,710
	(ii) Percentage of shares(as a % of the total Shareholding of Promoter and Promoter group)	100%	100%	100%	100%	100%	100%
	(iii) Percentage of Shares(as a % of the total Share Capital of the Company)	21.21%	31.14%	31.37%	21.21%	39.37%	21.21%
	(b) Non Encumbered						
	(i) Number of Shares						
	(ii) Percentage of shares(as a % of the total Shareholding of Promoter and Promoter group)						
	(iii) Percentage of Shares(as a % of the total Share Capital of the Company)						

Clause 41 of the Listing Agreement for the above purposes (other than)

Standalone Statement of Assets and Liabilities

		(Rs. in Lakhs)	
Particulars		(Current Period ending 31-Mar-15)	(Previous Period ending 31-Mar-14)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
1	Shareholder's funds		
	(a) Share Capital	17.84	98.04
	(b) Reserves and Surplus	147.73	(264.48)
	<b>Sub -Total - Shareholder's funds</b>	<b>165.57</b>	<b>(166.44)</b>
2	Share application money paid- Pro-rationment	15.31	85.32
3	Minority Interest	Nil	Nil
4	Non-current liabilities		
	(a) Long-term borrowings	3,308.40	3,308.40
	(b) Deferred tax liabilities (net)	Nil	Nil
	(c) Other Long-term liabilities	292.86	292.86
	(d) Long-term provisions	13.38	13.38
	<b>Sub-total - Non- Current Liabilities</b>	<b>3,980.07</b>	<b>3,614.82</b>
5	Current Liabilities		
	(a) Short-term borrowings	354.95	354.95
	(b) Trade payables	14.73	21.01
	(c) Other Current Liabilities	345.82	345.82
	(d) Short-term provisions	Nil	Nil
	<b>Sub-total- Current Liabilities</b>	<b>725.50</b>	<b>721.78</b>
	<b>TOTAL -EQUITY AND LIABILITIES</b>	<b>5,993.39</b>	<b>4,237.31</b>
<b>B</b>	<b>ASSETS</b>		
1	Non-current assets		
	(a) Fixed Assets	649.34	1,724.44
	(c) Non-current Investments	304.61	304.61
	(d) Deferred tax assets (net)	6.05	6.05
	(e) Long-term loans and advances	440.03	440.17
	(f) Other non-current assets	Nil	Nil
	<b>Sub-total- Non-current assets</b>	<b>1,400.07</b>	<b>2,475.27</b>
2	Current Assets		
	(a) Current Investments	Nil	Nil
	(b) Inventories	1,220.60	1,391.25
	(c) Trade receivables	315.94	311.54
	(d) Cash and cash equivalents	24.38	27.79
	(e) Short-term loans and advances	32.42	31.06
	(f) Other current assets	Nil	Nil
	<b>Sub-total - Current Assets</b>	<b>1,593.32</b>	<b>1,781.64</b>
	<b>TOTAL -ASSETS</b>	<b>5,993.39</b>	<b>4,237.31</b>

For PSL Limited

  
 (Ashok Puri)  
 Managing Director

**SURESH C. MATHUR & CO.**  
CHARTERED ACCOUNTANTS

100, 101, 102, 103, 2ND FLOOR,  
SRI SAI PRASAD NEW TOWNSHIP,  
100/101/102/103, 203/19733,  
SRI SAI PRASAD, TELLEPETA,  
HYDRABAD-501 201 (www.scmca.com)

### Report Review of Financial Statements

We have reviewed the unaudited financial statements of the financial results of PSL Limited for the period ended on 30<sup>th</sup> September 2015 except for the disclosures regarding 'Public Shareholding' and 'Promoter holding in the Long Shareholding' which have been traced from the 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. 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. The 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. Accordingly, we do not express an opinion.

Based on our review conducted as above, we have observed the following:

1. Due to non-implementation of CR package, demand crunch and Capital Crunch and the Company is under stress due to reduction in turnover, slow-down in economic environment, increase in the cost of production, as well as due to idle labour, lack of sufficient Orders and reduced net realizations, etc. on account of the increase cost of sales.
2. It is noticed that the business of the Company is at stand still and no much production activity is taking place except negligibly the production has been carried out in Vizag and Chennai facilities. Hence the sales are very low.
3. The Company has recorded a Net Loss of Rs.1,10,00,000/- for the 3 months ended 30<sup>th</sup> September 2015 against preceding quarter net loss of Rs.224.78 Crores ended 30-6-2015.
4. The company has not done our detailed assessment of the useful life and hence not adjusted depreciation charge accordingly as per the application to Schedule II of the Companies Act, 2013.
5. The company has recorded Rs.87.52 Crores as the cost on Term Loan and Cash Credit for current quarter ended on 30-9-2015. In the preceding quarter ended on 30-6-2015 the interest on Term Loan and Cash Credit of Rs 88.92 Crores total comes to Rs 1,76.44 Crores.
  - a) The Company's net worth (consisting of Paid up share capital of Rs.9,002.51 lacs and free reserves of Rs.57,625.30 lacs (Excluding Revaluation Reserves of Rs.61,400.01 lacs) has been fully eroded by the accumulated loss of Rs 1,36,474.81 lacs upto 31<sup>st</sup> March, 2015. The Company has become a Sick Industrial Company as defined under Section 2(1)(b) of the Sick Industrial Companies (SI) Act, 1985.

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- b) The Char. Acy has made reference to the Part I Industrial and Financial Reconstruction on 19<sup>th</sup> June, 2015 under Section 15(1) of Sick Industrial Companies (Special Provisions) Act, 1985 was admitted on 8-9-2015. As per decision of the BIFR, in regard to its registration of the reference, the Company is restrained from disposing off or alienating in any manner any fixed assets of the Company without the consent of the BIFR. The matter is pending.
6. The Kandla Port Authorities cancelled Lease of lease hold lands at Kandla. They have demanded damages and arrears. Pending Arbitration proceeding, the ultimate expected liability is not fully provided. The Estate Officer has taken over the possession of the land.
7. Operations Maintenance and Management Agreement with Jindal Tabular (India) Limited:
- a) As per the Operations Maintenance and Management Agreement with Jindal Tabular (India) Limited, they have taken over under their operation the following units:-
- b) PSL Vizag, Jaipur, Varsana & Chennai Units  
 Out of the above 4 units, Jindal Tabular (India) Limited has taken over the operations of 3 units – namely PSL – Vizag, Jaipur and Varsana w.e.f. 15-6-2015, 18-7-2015 and 3-8-2015 respectively
- c) Jindal Tabular (India) Limited has submitted a statement of Profit & Loss Account from 5-2-2015 to 30-9-2015, showing a profit/loss from the above period from continuing operation of PSL Ltd.
- |      |              |  |
|------|--------------|--|
| i)   | PSL, Jaipur  | Rs. 1.38 Crores                            |
| ii)  | PSL, Varsana | Rs. 4.86 Crores                            |
| iii) | PSL, Vizag   | <u>Rs. 4.20 Crores</u><br>Rs. 10.44 Crores |
- d) The above amount includes the legacy of Rs 2.02 crores.
- e) It appears that due to "Net Revenue" being a loss PSL will not be entitled for any revenues.
- f) It will not be out of place to mention that Jindal Tabular India Limited has shifted from Varsana, Testing Hydro Test Section (33 Tons) valuing Rs.8,74,500/- to their unit, Ambapur, Madhya Pradesh for their manufacturing purpose. This is contrary to the Agreement.

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**SUNESH C. MATHUR & CO**  
CHARTERED ACCOUNTANTS

101, 102, 103, 104, 105, 106, 107, 108, 109, 110, 111, 112, 113, 114, 115, 116, 117, 118, 119, 120, 121, 122, 123, 124, 125, 126, 127, 128, 129, 130, 131, 132, 133, 134, 135, 136, 137, 138, 139, 140, 141, 142, 143, 144, 145, 146, 147, 148, 149, 150, 151, 152, 153, 154, 155, 156, 157, 158, 159, 160, 161, 162, 163, 164, 165, 166, 167, 168, 169, 170, 171, 172, 173, 174, 175, 176, 177, 178, 179, 180, 181, 182, 183, 184, 185, 186, 187, 188, 189, 190, 191, 192, 193, 194, 195, 196, 197, 198, 199, 200, 201, 202, 203, 204, 205, 206, 207, 208, 209, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219, 220, 221, 222, 223, 224, 225, 226, 227, 228, 229, 230, 231, 232, 233, 234, 235, 236, 237, 238, 239, 240, 241, 242, 243, 244, 245, 246, 247, 248, 249, 250, 251, 252, 253, 254, 255, 256, 257, 258, 259, 260, 261, 262, 263, 264, 265, 266, 267, 268, 269, 270, 271, 272, 273, 274, 275, 276, 277, 278, 279, 280, 281, 282, 283, 284, 285, 286, 287, 288, 289, 290, 291, 292, 293, 294, 295, 296, 297, 298, 299, 300, 301, 302, 303, 304, 305, 306, 307, 308, 309, 310, 311, 312, 313, 314, 315, 316, 317, 318, 319, 320, 321, 322, 323, 324, 325, 326, 327, 328, 329, 330, 331, 332, 333, 334, 335, 336, 337, 338, 339, 340, 341, 342, 343, 344, 345, 346, 347, 348, 349, 350, 351, 352, 353, 354, 355, 356, 357, 358, 359, 360, 361, 362, 363, 364, 365, 366, 367, 368, 369, 370, 371, 372, 373, 374, 375, 376, 377, 378, 379, 380, 381, 382, 383, 384, 385, 386, 387, 388, 389, 390, 391, 392, 393, 394, 395, 396, 397, 398, 399, 400, 401, 402, 403, 404, 405, 406, 407, 408, 409, 410, 411, 412, 413, 414, 415, 416, 417, 418, 419, 420, 421, 422, 423, 424, 425, 426, 427, 428, 429, 430, 431, 432, 433, 434, 435, 436, 437, 438, 439, 440, 441, 442, 443, 444, 445, 446, 447, 448, 449, 450, 451, 452, 453, 454, 455, 456, 457, 458, 459, 460, 461, 462, 463, 464, 465, 466, 467, 468, 469, 470, 471, 472, 473, 474, 475, 476, 477, 478, 479, 480, 481, 482, 483, 484, 485, 486, 487, 488, 489, 490, 491, 492, 493, 494, 495, 496, 497, 498, 499, 500, 501, 502, 503, 504, 505, 506, 507, 508, 509, 510, 511, 512, 513, 514, 515, 516, 517, 518, 519, 520, 521, 522, 523, 524, 525, 526, 527, 528, 529, 530, 531, 532, 533, 534, 535, 536, 537, 538, 539, 540, 541, 542, 543, 544, 545, 546, 547, 548, 549, 550, 551, 552, 553, 554, 555, 556, 557, 558, 559, 560, 561, 562, 563, 564, 565, 566, 567, 568, 569, 570, 571, 572, 573, 574, 575, 576, 577, 578, 579, 580, 581, 582, 583, 584, 585, 586, 587, 588, 589, 590, 591, 592, 593, 594, 595, 596, 597, 598, 599, 600, 601, 602, 603, 604, 605, 606, 607, 608, 609, 610, 611, 612, 613, 614, 615, 616, 617, 618, 619, 620, 621, 622, 623, 624, 625, 626, 627, 628, 629, 630, 631, 632, 633, 634, 635, 636, 637, 638, 639, 640, 641, 642, 643, 644, 645, 646, 647, 648, 649, 650, 651, 652, 653, 654, 655, 656, 657, 658, 659, 660, 661, 662, 663, 664, 665, 666, 667, 668, 669, 670, 671, 672, 673, 674, 675, 676, 677, 678, 679, 680, 681, 682, 683, 684, 685, 686, 687, 688, 689, 690, 691, 692, 693, 694, 695, 696, 697, 698, 699, 700, 701, 702, 703, 704, 705, 706, 707, 708, 709, 710, 711, 712, 713, 714, 715, 716, 717, 718, 719, 720, 721, 722, 723, 724, 725, 726, 727, 728, 729, 730, 731, 732, 733, 734, 735, 736, 737, 738, 739, 740, 741, 742, 743, 744, 745, 746, 747, 748, 749, 750, 751, 752, 753, 754, 755, 756, 757, 758, 759, 760, 761, 762, 763, 764, 765, 766, 767, 768, 769, 770, 771, 772, 773, 774, 775, 776, 777, 778, 779, 780, 781, 782, 783, 784, 785, 786, 787, 788, 789, 790, 791, 792, 793, 794, 795, 796, 797, 798, 799, 800, 801, 802, 803, 804, 805, 806, 807, 808, 809, 810, 811, 812, 813, 814, 815, 816, 817, 818, 819, 820, 821, 822, 823, 824, 825, 826, 827, 828, 829, 830, 831, 832, 833, 834, 835, 836, 837, 838, 839, 840, 841, 842, 843, 844, 845, 846, 847, 848, 849, 850, 851, 852, 853, 854, 855, 856, 857, 858, 859, 860, 861, 862, 863, 864, 865, 866, 867, 868, 869, 870, 871, 872, 873, 874, 875, 876, 877, 878, 879, 880, 881, 882, 883, 884, 885, 886, 887, 888, 889, 890, 891, 892, 893, 894, 895, 896, 897, 898, 899, 900, 901, 902, 903, 904, 905, 906, 907, 908, 909, 910, 911, 912, 913, 914, 915, 916, 917, 918, 919, 920, 921, 922, 923, 924, 925, 926, 927, 928, 929, 930, 931, 932, 933, 934, 935, 936, 937, 938, 939, 940, 941, 942, 943, 944, 945, 946, 947, 948, 949, 950, 951, 952, 953, 954, 955, 956, 957, 958, 959, 960, 961, 962, 963, 964, 965, 966, 967, 968, 969, 970, 971, 972, 973, 974, 975, 976, 977, 978, 979, 980, 981, 982, 983, 984, 985, 986, 987, 988, 989, 990, 991, 992, 993, 994, 995, 996, 997, 998, 999, 1000

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**Inventory:**

The closing inventory as on 30.9.2015 includes old non-moving stock of Rs.1079.38 Crores. The auditor from their report dated 21<sup>st</sup> October, 2015 has informed that out of the old non-moving stock of Rs.1,079.38 Crores on stock Rs.458.78 Crores are old and some of the stock is to be lifted or scrapped. Till 31-8-2015 Rs.12.86 Crores is realised. Stock of Rs.619.60 Crores is very quite old. These are not sale able in view of company's production activities having come down and slow movement in the inventory, there is a need for systematic age wise segregation and analysis of the items comprised in the inventory to assess their realisable-ness in the production and servicing activities period over which they can be used also whether the inventory items are capable of being sold/disposed off as standalone items. Pending such an exercise, we are unable to express an opinion towards non-moving and obsolete inventories and the eventual realizable amount in respect of the inventories, as also the possible effect on the financial statements on goods sold are yet to be ascertained and adjusted.

9.

**Lender Banks' Balance Confirmation as on 30<sup>th</sup> March 2015.**

- a) We are informed that the company has sought for their confirmation of Bank certificate / Bank Guarantees / Letter of Credits / Corporate Guarantees given on behalf of subsidiary companies and interest certificates as on 30<sup>th</sup> September, 2015 which are yet to be obtained and supplied to us. This matter is pending.
- b) The certificates were arrived in the ledger as per the MRA for both categories (signed and not signed). We are advised that the figures in the MRA document was to be taken as confirmation of balance for the loan accounts.
- c) **EOW** (As per **Pravara Fila Structure** vide 1.4.2015)  
As on date, approximately Rs.100/- million is lying frozen in the TRA account. This is on account of receipt from various legacy orders like ISPRL, MT Educam, etc. etc. executed post CDR implementation and receipt of Viag insurance claim amount. Due to EOW on the Company is unable to use it which otherwise could be used for operating expenses, insurance payments and/or distribution to lenders in case of surplus. It may be noted that ABFL has become transaction specific member of CDR however, has not agreed to the restructuring package. Considering this, CDR cell may again be requested to direct ABFL to take up with efforts/decisions of majority of CDR lenders.

10.

The reconciliation of the balances from Sunesh Mathur & Co. confirming the amount of outstanding on 30<sup>th</sup> September, 2015 is in progress. In the absence of adequate evidence and information made available to us regarding the recoverability of this amount we are further unable to comment on the financial impact of this matter on the profit / loss for the period ended on 30<sup>th</sup> September, 2015.

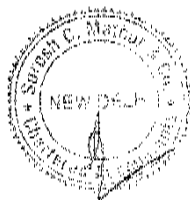
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**SURESH C. MATHUR & CO.**  
CHARTERED ACCOUNTANTS

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E-mail : scm@psl.com

11. Balance on 31.03.2015 of various creditors and other liabilities is as follows
12. Legal Matters
- a) Five Petitions were filed by two banks under the relevant provisions of Negotiable Instruments Act and are pending for disposal
  - b) Winding up Petition  
The winding up petition filed by JSW was withdrawn on 29-6-2015. The Bombay High Court has directed the parties to execute necessary security documents in favour of JSW along with other CDR Lenders of the Company with respect to creation of charge over the moveable fixed assets of the Company on 15-8-2015
  - c) Further charge has also been created over the (i) moveable Assets of the Company at Vizag Kakinada and Mangaluru on 17-8-2015 by executing necessary security documents in favour of CDR Lenders and JSW.
  - d) Two suits have been filed before the High Court of Gujarat at Ahmedabad challenging compensation Bill raised by Kandla Port Trust (KPT) in respect of two plots of land measuring 43.694 and 44.587 Sq. Mtrs of PCD-II unit located at Sector No. 12, Block-D and E, Gandhinagar.
  - e) Eviction Order & Compensation Bills to residents of land at PCD-I, Kandla  
The Company has filed special leave application against Kandla Port Trust (KPT) before Gujarat High Court at Ahmedabad. The court restraining KPT from implementing the compensation bill, commence to operate.
  - f) Termination of concession agreement executed by Kandla Port Trust in respect of PSL Infrastructure and Power Services Limited. The matter is pending before a Civil Tribunal.
  - g) FIR's Registered against the Company Managing Director Whole Time Director and official. This matter is pending for reasoning of said FIR.
13. Due to continuous losses suffered by the Company's step down subsidiary namely PSL North America LLC it was directly affecting the financial position of PSL/USA/Inc. (the holding Company of PSL North America LLC). The Company voluntary petitioned for relief under chapter 11 of the Title 11 of United States code were filed in United States Bankruptcy court for the district of Delaware. All the assets of PSL North America LLC were put on standby to a Company for US 100 Million. The statement of loss/profit on said assets will be ascertained / recognized in the coming year by the Company.



Contd.....P/6

**SURESH C. MATHUR & CO.**  
CHARTERED ACCOUNTANTS

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14. Pledge of Shares (2013-14)

- a) The terms of the pledge executed by Infosys Systems Limited (the "Pledgee") in favour of National Bank of India Ltd. (the "Pledgee") over its holding of 100 shares in the name of Infosys Systems (the "Share Pledge") have been recorded in books of the Company.
- b) The Company has also confirmed that the notice of this Share Pledge shall not be removed from the books of the Company without the written consent of the Pledgee and that we will not permit any transfer or disposition whatsoever in respect of the shares without the written consent of the Pledgee.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of financial results prepared in accordance with applicable accounting standards and other recognized 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, and that it contains any material misstatement.

Suresh C. Mathur & Co.  
Chartered Accountants,  
Firm Regn No 000891N

*Suresh C Mathur*  
(Suresh C Mathur)  
Partner  
M No. 1276

Place: New Delhi  
Dated: 09-11-2015

