

# Jenson & Nicholson (India) Ltd.

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Sector-48, Sohna Road,  
Gurgaon -122018 (Haryana)  
Tel. No. : +91-124-4017402  
E -mail : info@jnpaints.com  
Website : www.jnpaints.com  
CIN No : L51597WB1922PLC004603

Date: 01/06/2016

The National Stock Exchange,  
Listing Deptt., "Exchange Plaza",  
Bandra-Kurla Complex,  
Bandra (E),  
Mumbai – 400 051.

BSE Limited,  
Department of Corporate Services,  
Phiroze Jeejeebhoy Towers,  
25<sup>th</sup> Floor, Dalal Street,  
Mumbai – 400 001.

Sir(s),

Sub: Annexure-I in compliance of SEBI Circular dated 27/05/2016

Please find enclosed Annexure-I (Statement on Impact of Audit Qualifications) on standalone and consolidated financial results for the Financial Year ended March 31, 2016 in compliance of SEBI Circular dated 27/05/2016.

Kindly take the above information on your records.

Thanking You,  
Yours faithfully,  
For Jenson & Nicholson (India) Ltd.



Yogesh Kumar Gautam  
(Company Secretary)  
M.NO.A31119



Cc: The Calcutta Stock Exchange Limited  
7, Lyons Range  
Kolkata- 700001

Encl: as stated




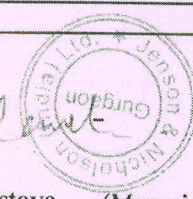
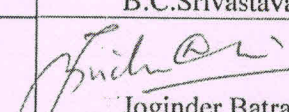
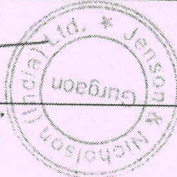
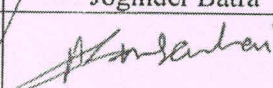
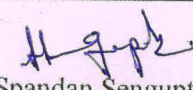

Regd. Office : 7B, Middleton Street, Kolkata-700071

**Whenever you see colour, think of us**

**ANNEXURE I**

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

(Figures in Lacs)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016				
[See Regulation 33 / 52 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	3770.87	3770.87
	2.	Total Expenditure	4803.35	41717.08
	3.	Net Profit/(Loss)	(1032.48)	(37946.21)
	4.	Earnings Per Share	(3.41)	(102.04)
	5.	Total Assets	1569.84	1569.84
	6.	Total Liabilities	37360.13	74273.86
	7.	Net Worth	(35790.29)	(72704.02)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	<b>Audit Qualification (each audit qualification separately):</b>			
	a.	Details of Audit Qualification:		
	b.	Type of Audit Qualification : Qualified Opinion		
	c.	Frequency of qualification: repetitive since 10 years		
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: As per Annexure-A		
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor: N.A.		
		(i) Management's estimation on the impact of audit qualification:		
		(ii) If management is unable to estimate the impact, reasons for the same:		
		(iii) Auditors' Comments on (i) or (ii) above:		
III.	<b>Signatories:</b>			
			 	
	•	CEO/Managing Director	B.C.Srivastava	(Managing Director)
	•	CFO	 Joginder Batra	
	•	Audit Committee Chairman	 N.M.Sahai	
	•	Statutory Auditor	 Spandan Sengupta	
	Place: Patna, Date:27/05/2016			

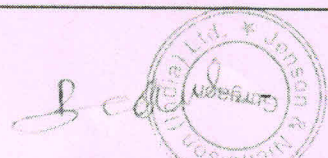
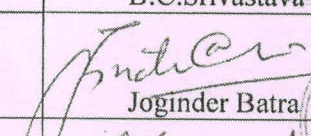
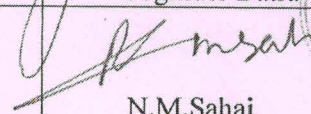
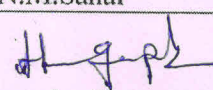

Annexure-A

Impact quantified by the Auditor	Management's Views
<p>The banks, financial institutions and other lenders have filed legal cases against the company for recovery of outstanding loans and interest thereon. No provision has been made in these accounts for additional interest, penal interest, liquidated damages etc. amounting to Rs. 739.67 lacs as claimed by the above lenders at various legal forums. The same has been shown as contingent liability in notes to accounts attached to the said accounts. Company however had been providing interest on the above loans on a basis as considered appropriate by the management but up to 31<sup>st</sup> March,2006. However, the company has stopped providing interest on all loans from banks and financial institutions whether secured or unsecured w.e.f. 01.04.2006 on the ground that these loans would have been declared NPA by them. Interest amounting to Rs. 176928.23 lacs up to the current year ended 31<sup>st</sup> March, 2016 has not been provided but the same has also been included in contingent liability.</p>	<p>The networth of the Company has eroded and the company has no funds to repay the loan or interest thereof. Interest has been provided upon the loans till 31st March, 2006. However provision of interest on all loans was stopped, since it was for sure that the Company was declared an NPA by all the lenders, banks and financial institutions. However, we have shown the interest till the balance sheet date as a contingent liability. The situation has completely changed because the total liability of all the Secured lenders amounting to Rs. 26,323.02 lacs being principal and interest had been settled at a settlement amount of Rs. 3153.13 lacs and the same has been paid to the lenders by a investor M/s Vivid Colors Pvt. Ltd.(Vivid). The company is now at an advance stage of negotiation with Vivid for entering into an agreement inter-alia recording the terms and conditions of assignment of loan and quantifying the amount payable by the company to Vivid in consideration of the assignment.</p>

**ANNEXURE I**

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

(Figures in Lacs)

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016</b>				
[See Regulation 33 / 52 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	3773.78	3773.78
	2.	Total Expenditure	5156.10	42069.83
	3.	Net Profit/(Loss)	(1382.31)	(38296.04)
	4.	Earnings Per Share	(4.20)	(102.98)
	5.	Total Assets	1640.65	1640.65
	6.	Total Liabilities	37680.77	74594.50
	7.	Net Worth	(36040.12)	(72953.85)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	<b>Audit Qualification (each audit qualification separately):</b>			
	a.	Details of Audit Qualification:		
	b.	Type of Audit Qualification : Qualified Opinion		
	c.	Frequency of qualification: repetitive since 10 years		
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: As per Annexure-A		
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor: N.A.		
		(i) Management's estimation on the impact of audit qualification:		
		(ii) If management is unable to estimate the impact, reasons for the same:		
		(iii) Auditors' Comments on (i) or (ii) above:		
III.	<b>Signatories:</b>			
	•	CEO/Managing Director	 B.C. Srivastava (Managing Director)	
	•	CFO	 Joginder Batra	
	•	Audit Committee Chairman	 N.M. Sahai	
	•	Statutory Auditor	 Spandan Sengupta	
	Place: Patna, Date: 27/05/2016			

## Annexure-A

Impact quantified by the Auditor	Management's Views
<p>The banks, financial institutions and other lenders have filed legal cases against the company for recovery of outstanding loans and interest thereon. No provision has been made in these accounts for additional interest, penal interest, liquidated damages etc. amounting to Rs. 739.67 lacs as claimed by the above lenders at various legal forums, The same has been shown as contingent liability in notes to accounts attached to the said accounts. Company however had been providing interest on the above loans on a basis as considered appropriate by the management but up to 31<sup>st</sup> March,2006. However, the company has stopped providing interest on all loans from banks and financial institutions whether secured or unsecured w.e.f. 01.04.2006 on the ground that these loans would have been declared NPA by them. Interest amounting to Rs. 176928.23 lacs up to the current year ended 31<sup>st</sup> March, 2016 has not been provided but the same has also been included in contingent liability.</p>	<p>The networth of the Company has eroded and the company has no funds to repay the loan or interest thereof. Interest has been provided upon the loans till 31st March, 2006. However provision of interest on all loans was stopped, since it was for sure that the Company was declared an NPA by all the lenders, banks and financial institutions. However, we have shown the interest till the balance sheet date as a contingent liability. The situation has completely changed because the total liability of all the Secured lenders amounting to Rs. 26,323.02 lacs being principal and interest had been settled at a settlement amount of Rs. 3153.13 lacs and the same has been paid to the lenders by a investor M/s Vivid Colors Pvt. Ltd.(Vivid). The company is now at an advance stage of negotiation with Vivid for entering into an agreement inter-alia recording the terms and conditions of assignment of loan and quantifying the amount payable by the company to Vivid in consideration of the assignment.</p>