

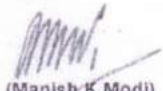
STATEMENT OF ASSETS AND LIABILITIES

(in Lacs)

S.No.	Particulars	For the year	For the year
		ended 31.03.2017	ended 31.03.2016
		Audited	Audited
A	EQUITY AND LIABILITIES		
(1)	Shareholders' funds		
	(a) Share Capital	1,229.46	855.60
	(b) Reserves and surplus	(8,932.59)	(8,715.04)
	Sub-total - Shareholders' funds	(7,703.13)	(7,859.45)
(2)	Non-current liabilities		
	(a) Long-term borrowings	730.39	730.39
	(b) Other Long term liabilities	2,002.97	2,000.81
	(c) Long-term provisions	0.82	0.48
	Sub-total - Non-current liabilities	2,734.18	2,731.67
(3)	Current liabilities		
	(a) Short-term borrowings	1,814.56	2,166.11
	(b) Trade payables	2,351.07	2,093.81
	(c) Other current liabilities	1,088.44	1,161.91
	(d) Short-term provisions	79.68	77.81
	Sub-total - Current liabilities	5,333.75	5,499.65
	TOTAL - EQUITY AND LIABILITIES	364.79	371.87

B ASSETS			
(1)	Non-current assets		
	(a) Fixed assets	8.49	9.76
	(b) Non-current investments	0.44	0.44
	(c) Long-term loans and advances	28.32	27.73
	(d) Other non-current assets	61.60	60.37
	Sub-total - Non-current assets	98.86	98.30
(2)	Current assets		
	(a) Fixed Assets held for Disposal	230.88	237.57
	(b) Cash and cash equivalents	4.87	6.87
	(c) Short-term loans and advances	30.18	29.13
	Sub-total - Current assets	265.94	273.57
	TOTAL ASSETS	364.79	371.87

By order of the Board
FOR Modipon LIMITED


(Manish K Modi)
Managing Director

Place: New Delhi
Date: May 12, 2017



MODIPON LIMITED
AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED ON MARCH 31, 2017

:1:

Sl. No.		Quarter ended			Year ended	
		Audited	Unaudited	Audited	Audited	Year ended
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
1	Income from operations					
	(a) Gross Sales/Income from operations	-	-	-	-	-
	(b) Less : Excise Duty	-	-	-	-	-
	(c) Net Sales/Income from operations	-	-	-	-	-
	(d) Other Operating Income	-	-	-	-	-
	Total Income from Operations (net)	-	-	-	-	-
2	Expenses					
	a. Cost of Raw Material Consumed	-	-	-	-	-
	b. Purchases of Stock in Trade	-	-	-	-	-
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	-
	d. Employees Cost	23.76	29.06	14.71	104.62	48.95
	e. Depreciation	0.32	0.32	0.20	1.27	0.62
	g. Other Expenses	78.35	51.59	118.98	239.48	254.51
	Total Expenses	102.42	80.97	133.89	345.36	304.08
3	Profit/ (Loss) from Operations before other income, finance cost and exceptional items (1-2)	(102.42)	(80.97)	(133.89)	(345.36)	(304.08)
4	Other Income	1.38	0.08	10.81	1.79	325.18
5	Profit/ (Loss) before finance costs and exceptional items (3+4)	(101.03)	(80.89)	(123.08)	(343.57)	21.11
6	Finance Costs	45.32	33.83	64.62	145.61	264.41
7	Profit/ (Loss) from ordinary activities before exceptional items (5-6)	(146.35)	(114.72)	(187.70)	(489.18)	(243.30)
8	Exceptional Items	-	-	664.39	271.87	815.38
9	Profit / (Loss) from ordinary activities before Tax (7-8)	(146.35)	(114.72)	476.69	(217.31)	572.08
10	Tax expenses (Adjustment for earlier years)	-	-	(64.99)	-	(64.99)
11	Net Profit/ (Loss) from ordinary activities after tax (9-10)	(146.35)	(114.72)	541.68	(217.31)	637.07
12	Extraordinary Items	-	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	(146.35)	(114.72)	541.68	(217.31)	637.07
14	Paid up equity share capital (Face Value per share 10/- each)	1,157.67	783.81	783.81	1,157.67	783.81
15	Reserves excluding Revaluation Reserves as per balance sheet of previous Accounting year	-	-	-	-	-
16	Earnings Per Share (of 10/- each) (not annualized):					
	(i) Before extraordinary items					
	a) Basic	(1.26)	(1.46)	6.91	(1.88)	8.13
	b) Diluted	(1.26)	(1.46)	6.91	(1.88)	8.13
	(ii) After extraordinary items					
	a) Basic	(1.26)	(1.46)	6.91	(1.88)	8.13
	b) Diluted	(1.26)	(1.46)	6.91	(1.88)	8.13

By order of the Board
FOR Modipon LIMITED


(Manish K Modi)
Managing Director

Place: New Delhi
Date: May 12, 2017



MODIPON LIMITED

NOTES:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 12th May 2017 and the same have been reviewed by the Statutory Auditors of the Company.
2. The Company discontinued its manufacturing operations permanently w.e.f. May 19th, 2007 and all movable assets were disposed off during the year 2009-10.
3.
 - (a) In the earlier years, Punjab National Bank (PNB) had approved one time settlement of its outstanding dues of Rs.1900 lacs vide its approval letters dated April 2nd, 2014. The company had paid Rs. 930.00 lacs till June 30, 2015. However as the Company could not make payment as per agreed terms of OTS, hence application of revival of OTS was again approved by PNB vide its letter dated July 2nd, 2015. The agreed revise payments terms are as under:
 - Rs. 200 lacs by September 30th, 2015
 - Rs. 200 lacs by December 31st, 2015 and
 - Rs. 570 lacs by March 31st, 2016.
 - The entire amount of interest @ 10.25% (Simple) along with expenses of Rs. 5.54 lacs are to be paid by June 30th, 2016.
 - (b) Further from July 01, 2015, the company has paid Rs.870 lacs till March 31, 2017 and balance OTS amount of Rs. 100 lacs plus overdue interest remain to be paid/cleared.
 - (c) Further, the company has requested vide letter dated 17th March 2017 and willing to discharge its residual OTS liability of Rs. 1.00 Crore and further request for waiver of interest component on OTS settlements. However, the Lender Punjab National Bank has declined to entertain the final settlement of OTS due vide letter dated 20th March 2017 as a result the total OTS amount as at 31st March 2017 stands Rs. 1.00 Crores plus outstanding overdue interest there in.

Since the Company is unable to fulfil the agreed terms of OTS, we are unable to comment on the implication of same on the financials of the Company.
 - (d) The outstanding liability in the books of the company is higher than the OTS amount by Rs.183.90 lacs. However, interest on OTS amount has been provided as per the agreement amounting to Rs. 10.25 lacs on Rs. 100.00 Lacs for the year ended March 31st, 2017.
4. The above financial results do not contain any false or misleading statement or figures and do not omit any material fact which may make the statements of figures contained therein misleading.
5. Balance confirmation certificates were not obtained by the Company from creditors, loans and advances given/received, house/shop security depositors, in-operative current accounts with banks and loan account with Punjab National Bank (PNB). Consequent adjustments required, if any, has not been carried out in the financial results.
6. (a) The Company has not provided interest of 1000.54 Lakhs up to March 31, 2008 on overdue amounts payable to a supplier resulting in understatement of liabilities and debit balance of reserve and surplus by 1000.54 Lakhs each; and (b) the amount of interest to be provided for in the books of account for the period April 1, 2008 to March 31, 2016 has not been ascertained.
7. The amount of interest to be provided for in the books of account, if any, for the period April 1, 2007 to March 31, 2016 to Small and Micro Enterprise has not been ascertained.



8.

- (a) The amounts paid by the Ashoka Mercantile Limited (AML), a related party, to Abu Dhabi Commercial Bank (ADCB) on account of One Time Settlement (OTS) of dues of the bank was accounted for in the books of the Company to the extent of OTS amount paid to the ADCB by AML and the balance amount of Rs.153.92 Lakhs is still lying unallocated under unsecured loans in view of pending successful implementation of OTS of the dues of PNB as the settlement of assigned dues with AML is linked to the OTS of dues with PNB.
- (b) The amount paid to Karnataka Bank by Ashoka Mercantile Limited (AML), a related party, during the year ended March 31, 2012, on account of OTS of dues of the bank was accounted for in the books of the Company to the extent of OTS amount paid to the Karnataka Bank by AML and the balance amount of Rs.339.20 Lakhs is still lying unallocated under unsecured loans in view of pending successful implementation of OTS of the dues of PNB as the settlement of dues with AML is linked to the OTS of dues with PNB.
- (c) The part payment made to Bank of Baroda by Ashoka Mercantile Limited (AML), a related party, during the year ended March 31, 2013 on account of OTS of dues of the bank was accounted for in the books of the company to the extent of OTS amount paid to the Bank of Baroda by AML and the Company and the balance amount of ` 232.04 Lakhs is still lying unallocated under unsecured loans in view of pending successful implementation of OTS of the dues of PNB as the settlement of dues with AML is linked to the OTS of dues with PNB.
9. The figures for the quarter ended on March 31st, 2017 are the balancing figures between audited figures in respect of the period ended March 31st, 2017 and the published year to date figures up to 3rd quarter ended December 31st, 2016.

Figures for the previous periods have been regrouped, wherever necessary, to confirm to the current period's classification.

For and on behalf of the board



Place: New Delhi
Date: May 12, 2017


(Manish K Modi)
Managing Director

Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
Modipon Limited

1. We have audited the quarterly financial results of **Modipon Limited** ('the Company') for the quarter ended March 31, 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The quarterly financial results are the derived figures between the unaudited figures in respect of the quarter ended December 31, 2016 and the published quarter figures upto March 31, 2017, being the date of the end of the Fourth quarter of the current financial year, which were subject to limited review. The standalone financial results for the quarter ended March 31, 2017 have been prepared on the basis of the standalone financial results for the three months period ended March 31, 2017, the audited annual standalone financial statements as at and for the year ended March 31, 2017, and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these financial results based on our review of the financial results based on our review of the financial results for the three months period ended March 31, 2017 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, specified under section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepting in India; our audit of the annual financial statements as at and for the year ended March 31, 2017; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free from material misstatement (s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and the significant estimates made by the management. We believe that our audit provides a reasonable basis for our opinion.



Based on our review conducted as per paragraph 2 above and subject to note number 3 (a) to (d), 4, 5, 6 and 7 (a) to (c) of accompanying statement of audited financial results which has been reproduced here:

3.

(a) In the earlier years, Punjab National Bank (PNB) had approved one time settlement of its outstanding dues of Rs.1900 lacs vide its approval letters dated April 2nd, 2014. The company had paid Rs. 930.00 lacs till June 30, 2015. However as the Company could not make payment as per agreed terms of OTS, hence application of revival of OTS was again approved by PNB vide its letter dated July 2nd, 2015. The agreed revise payments terms are as under:

- Rs. 200 lacs by September 30th, 2015
- Rs. 200 lacs by December 31st, 2015 and
- Rs. 570 lacs by March 31st, 2016.
- The entire amount of interest @ 10.25% (Simple) along with expenses of Rs. 5.54 lacs are to be paid by June 30th, 2016.

(b) Further from July 01, 2015, the company has paid Rs.870 lacs till March 31, 2017 and balance OTS amount of Rs. 100 lacs plus overdue interest remain to be paid/cleared.

(c) Further, the company has requested vide letter dated 17th March 2017 and willing to discharge its residual OTS liability of Rs. 1.00 Crore and further request for waiver of interest component on OTS settlements. However, the Lender Punjab National Bank has declined to entertain the final settlement of OTC due vide letter dated 20th March 2017 as a result the total OTS amount as at 31st March 2017 stands Rs. 1.00 Crores plus outstanding overdue interest there in.

Since the Company is unable to fulfil the agreed terms of OTS, we are unable to comment on the implication of same on the financials of the Company.

(d) The outstanding liability in the books of the company is higher than the OTS amount by Rs.183.90 lacs. However, interest on OTS amount has been provided as per the agreement amounting to Rs. 10.25 lacs on Rs. 100.00 Lacs for the year ended March 31st, 2017.

4. Balance confirmation certificates were not obtained by the Company from creditors, loans and advances-given/received, house/shop security depositors, in-operative current accounts with banks and loan account with Punjab National Bank (PNB). Consequent adjustments required, if any, has not been carried out in the financial results.



- 5.
- (a) *The Company has not provided interest of Rs. 1000.54 Lakhs up to March 31, 2008 on overdue amounts payable to a supplier resulting in understatement of liabilities and debit balance of reserve and surplus by Rs. 1000.54 Lakhs each; and*
- (b) *The amount of interest to be provided for in the books of account for the period April 1, 2008 to March 31, 2017 has not been ascertained.*
6. *The amount of interest to be provided for in the books of account, if any, for the period April 1, 2007 to March 31, 2017 to Small and Micro Enterprise has not been ascertained.*
- 7.
- (a) *The amounts paid by the. Ashoka Mercantile Limited (AML), a related party, to Abu Dhabi Commercial Bank (ADCB) on account of One Time Settlement (OTS) of dues of the bank was accounted for in the books of the Company to the extent of OTS amount paid to the ADCB by AML and the balance amount of Rs. 153.92 Lakhs is still lying unallocated under unsecured loans in view of pending successful implementation of OTS of the dues of PNB as the settlement of assigned dues with AML is linked to the OTS of dues with PNB.*
- (b) *The amount paid to Karnataka Bank by Ashoka Mercantile Limited (AML), a related party, during the year ended March 31, 2012, on account of OTS of dues of the bank was accounted for in the books of the Company to the extent of OTS amount paid to the Karnataka Bank by AML and the balance amount of Rs. 339.20 Lakhs is still lying unallocated under unsecured loans in view of pending successful implementation of OTS of the dues of PNB as the settlement of dues with AML is linked to the OTS of dues with PNB.*
- (c) *The part payment made to Bank of Baroda by Ashoka Mercantile Limited (AML), a related party, during the year ended March 31, 2013 on account of OTS of dues of the bank was accounted for in the books of the company to the extent of OTS amount paid to the Bank of Baroda by AML and the Company and the balance amount of Rs. 232.04 Lakhs is still lying unallocated under unsecured loans in view of pending successful implementation of OTS of the dues of PNB as the settlement of dues with AML is linked to the OTS of dues with PNB. The effect if any, on the income/expenditure of the company on final OTS with PNB cannot be ascertained.*



8. In our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as year-to-date results;
- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015; and
 - (ii) gives a true and fair view of the net profit and other financial information for the quarter ended March 31, 2017.
9. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 2017 represents the derived figures between the audited figures in respect of the financial year ended March 31, 2016 and the published year- to- date figures up to March 31, 2017, being the date of the end of the Fourth quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

For B.M. Chatrath & Co.
Chartered Accountants,
Firm Registration Number 301011E

Suniljha

SUNIL KUMAR JHA
Partner
Membership No. 543805
Place: New Delhi
Date: 12TH MAY 2017





Modipon Limited

Hapur Road, Modinagar, Ghaziabad -201 204 (UP)
Phone (01232) 650104

REF. No: INE 170C01019
Scrip Code: 503776

13th May, 2017

To
The Bombay Stock Exchange Limited
Corporate Relation Department, New Trading Ring,
Rotunda Building, P.J. Tower, Dalal Street,
Fort, Mumbai-400001

Dear Sir,

Subject: Submission of Annexure-I(Statement of Audit Qualification for the Financial Year ended March 31st, 2017


Pursuant to Circular dated 27th May, 2016 issue by the Securities Exchange Board of India (SEBI), please find enclosed herewith **Annexure-I** i.e. Statement of Audit Qualification for the financial year ended March 31st, 2017, under Regulation 33 of the SEBI (Amendment) Regulation, 2016.

Kindly take the same on record.

Thanking you,

Yours faithfully,

For MODIPON LIMITED


Vineet Kumar Thareja,
(Company Secretary)



A Group MKM Company

CIN : L65993UP1965PLC003082 E-mail : modipon@modimangal.in Website : www.modipon.net

MODIPON LIMITED

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

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017
[Under Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]**

Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (In Laacs)	Adjusted Figures (audited figures after adjusting for qualifications) (In Laacs)
1	Turnover / Total Income	1.79	1.79
2	Total Expenditure	(490.97)	(490.97)
3	Net Profit/ (Loss)	(217.31)	(217.31)
4	Earnings Per Share	(1.88)	(1.88)
5	Total Assets	364.79	364.79
6	Total Liabilities	364.79	364.79
7	Net Worth	(7703.13)	(7703.13)
8	Any other financial item(s) (as felt appropriate by the management)		

ii. Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification: As per Annexure - I attached.

b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion - As per Annexure - I attached.

c. Frequency of qualification: Whether appeared first-time / repetitive / since how long continuing
As per Annexure - I Attached.

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:
As per Annexure - I Attached.


e. For Audit Qualification(s) where the impact is not quantified by the auditor: As per Annexure - I Attached


(i) Management's estimation on the impact of audit qualification: As Annexure - I Attached

(ii) If management is unable to estimate the impact, reasons for the same:
As per Annexure - I Attached.


(iii) Auditors' Comments on (i) or (ii) above: As per Annexure - I Attached.

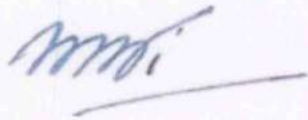
iii. Signatories

CEO/Managing Director 

CFO 



<input type="checkbox"/> Audit Committee Chairman	
<input type="checkbox"/> Statutory Auditor	
Place: New Delhi	
Date: 12 th May 2017	







ANNEXURE I
MODIPOPN LIMITED

Sl. No.	Audit Qualification	Frequency of Qualification i.e. since	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors' report
1	Balance confirmation certificates were not obtained by the Company from creditors, loans and advances given/receives, house/shop security depositors, in-operative current accounts with banks and loan account with Punjab National Bank (PNB). Consequent adjustments required, if any, has not been carried out in the financial results.	2007-09	After the closure of manufacturing operations, the Company has not obtained balance confirmations as most of the balances are in-operative.
2	(a) The Company has not provided interest of ₹ 1000.54 Lakhs up to March 31, 2008 on overdue amounts payable to a supplier resulting in understatement of liabilities and debit balance of reserve and surplus by ₹ 1000.54 Lakhs each; and (b) the amount of interest to be provided for in the books of account for the period April 1, 2008 to March 31, 2017 has not been ascertained.	2006-07	Company is in negotiation with the supplier for one-time settlement of its dues and the matter is progressing well and management is confident that the settlement of dues with the supplier below the principal amount may take place in the near future and consequently, there is no need to provide for the interest liability at this stage.
3	The amount of interest to be provided for in the books of account, if any, for the period April 1, 2007 to March 31, 2017 to Small and Micro Enterprise has not been ascertained.	2007-09	In view of the closure of manufacturing operations, this information is not

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Audit Qualification

Sl. No.	Audit Qualification	Frequency of Qualification i.e. since	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors' report available.
4	During the year ended March 31, 2009, the Company has sold 68,042 sq. yds. of its vacant land at Modinagar for ₹ 1021.15 Lakhs (original cost ₹ 1.95 Lakhs) for which the approval of bank is pending.	2007-09	Settlement of dues of all the banks has been made except Punjab National Bank whose payment is also in process under One Time Settlement.
5	During the year 2011-12, the Company has given physical possession of its vacant 59 (46 as on March 31, 2015) houses located at Modinagar, Uttar Pradesh to a tender i.e. Ashoka Mercantile Limited (AML), a related party, (balance outstanding of loan taken from AML as on March 31, 2015 as per books of account: secured loan ₹ 882.29 Lakhs and unsecured loan ₹ 1125.57 Lakhs) for use without any charges/rent/security deposit and no lease rent agreement has been entered into with AML. The Company contends that the temporary possession of houses for use without charges was given to AML as security only as the Company was unable to repay the loans taken from AML.	2011-12	As stated in foot-note in Annual Accounts, the Company has not been able to repay the loans taken from AML and temporary possession was allowed to it and 7 such houses were repossessed during the year.
6	In the earlier years, Punjab National Bank (PNB) had approved one time settlement of its outstanding dues of ₹ 1900 lacs vide its approval letters dated April 2 nd , 2014. The company had paid ₹ 930.00 lacs till June 30, 2015. However as the Company could not make payment as per agreed terms of OTS, hence application of revival of OTS was again approved by PNB vide its letter dated July 2 nd , 2015. The agreed revise payments terms are as under: <ul style="list-style-type: none"> • ₹ 200 lacs by September 30th, 2015 • ₹ 200 lacs by December 31st, 2015 and • ₹ 570 lacs by March 31st, 2016 • The entire amount of interest @ 10.25% (Simple) along with expenses of ₹ 5.54 lacs are to be paid by June 30th, 2016 <p>Further from July 01, 2015, the company has paid ₹ 870 lacs till March 31, 2017 and balance OTS amount of ₹ 100 lacs plus overdue interest remain to be paid.</p>	2011-12	One Time Settlement of the dues of Punjab National Bank is in Progress. Therefore, there is no need for provision of interest.

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Audit Qualification

Sl. No.	Frequency of Qualification i.e. since	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors' report
7	2011-12	One Time Settlement of the dues of Punjab National Bank is in Progress.

Further, the company has requested vide letter dated 17th March 2017 and willing to discharge its residual OTS liability of Rs. 1.00 Crore and further request for waiver of interest component on OTS settlements. However, the Lender Punjab National Bank has declined to entertain the final settlement of OTG due vide letter dated 20th March 2017 as a result the total OTS amount as at 31st March 2017 stands Rs. 1.00 Crores plus outstanding overdue interest there on.

(a) The amounts paid by the Ashoka Mercantile Limited (AML), a related party, to Abu Dhabr Commercial Bank (ADCB) on account of One Time Settlement (OTS) of dues of the bank was accounted for in the books of the Company to the extent of OTS amount paid to the ADCB by AML and the balance amount of '153.92 Lakhs is still lying unallocated under unsecured loans in view of pending successful implementation of OTS of the dues of PNB as the settlement of assigned dues with AML is linked to the OTS of dues with PNB.

(b) The amount paid to Karnataka Bank by Ashoka Mercantile Limited (AML), a related party, during the year ended March 31, 2012, on account of OTS of dues of the bank was accounted for in the books of the Company to the extent of OTS amount paid to the Karnataka Bank by AML and the balance amount of '339.20 Lakhs is still lying unallocated under unsecured loans in view of pending successful implementation of OTS of the dues of PNB as the settlement of dues with AML is linked to the OTS of dues with PNB.

(c) The part payment made to Bank of Baroda by Ashoka Mercantile Limited (AML), a related party, during the year ended March 31, 2013 on account of OTS of dues of the bank was accounted for in the books of the company to the extent of OTS amount paid to the Bank of

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Audit Qualification

Sl. No.	Frequency of Qualification i.e. since	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors' report	
8		<p>(a) Company is in negotiation with the various Statutory Authorities for settlement of these dues and the matter is progressing well and management is confident that the settlement of dues may take place in the near future. Few of these dues are negligible in nature except Payable Under Excise and TDS</p>	
<p>Barcode by AML and the Company and the balance amount of 232.04 Lakhs is still lying unallocated under unsecured loans in view of pending successful implementation of OTS of the dues of PNB as the settlement of dues with AML is linked to the OTS of dues with PNB.</p> <p>(a) Amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Income tax, Sales tax, Service tax, duty of Customs, duty of Excise, Value Added Tax, Cess and other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities. Following undisputed amounts payable in respect of Income tax, Sales tax, Service tax, duty of Customs, duty of Excise, Value Added Tax, Cess and other material statutory dues were in arrears as at 31st March, 2017 for a period of more than six months from the date they became payable:</p>			
	Name of the Statute	Nature of Dues	Amount (in Lakhs)
	Sales Tax Laws	Sales Tax Payable-Branch	1.49
	Sales Tax Laws	1% State Development Tax	.01
	Sales Tax Laws	12% U.P. Trade Tax	2.83
	Sales Tax Laws	2.5% U.P. Trade Tax	.01
	Sales Tax Laws	3% Central Sales Tax	.06
	Sales Tax Laws	Sales Tax	.01
	Sales Tax Laws	8% U.P. Trade Tax	.01
	Sales Tax Laws	Turnover Tax	.01
	Sales Tax Laws	Val Collection 4%	.02

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Sl. No.

Audit Qualification

Central Excise Laws	Excise Duty From Amount Payable	82.60
Income Tax Laws	Income Tax Deducted At Source	47.60
	Total	134.65

(b) There were no dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax, except the following, which have not been deposited on account of any dispute:

The Following are the particulars of above Dues on account of Sales Tax, duty of Excise, duty of Customs, Water Tax and Income Tax as at March 31, 2017 that have been disputed by the Company in Appeals pending before the Appellate Authorities

Name of the Statute	Nature of Dues	Amount (in Lacs)	Period to which amount relates	Forum where dispute is pending
Sales Tax Laws	Sales Tax	94.22	2004-05	Commissioner
Sales Tax Laws	Sales Tax	1428.88	2005-06	(Appeal)
Sales Tax Laws	Sales Tax	1010.75	2006-07	
Sales Tax Laws	Sales Tax	1.41	1991-92	High Court
Sales Tax Laws	Sales Tax	12.43	2007-08	Adtl. Commissioner

Frequency of Qualification i.e. since

Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors' report

(b) These disputed Statutory dues have been pending before various Forum and the matter is progressing well and management is confident that the settlement of dues may take place in the near future in favor of Company.

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Sl. No.	Audit Qualification					Frequency of Qualification i.e. since	Draw attention to relevant notes in the annual financial statements management response to the qualification in the directors' report
	The Uttar Pradesh Water Supply and Sewerage (Amendment) Act, 1999	Water Tax	7.11	1997-98 & 1998-99	Additional Civil Judge		
	Central Excise Law	Excise Duty	115.75	1983-84	High Court		
	Income tax Act, 1961	Non - Deduction of TDS	107.71 109.84	2006-07 to 2008-09	High Court		
	Civil Suit	Trade payables	95.08	2008-09	Delhi High Court		
	Civil Suit	Trade payables	18.13	2009-10	District Court Saket, Delhi		

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MANAGING DIRECTOR
Sunil Kumar Jha
 (SUNIL KUMAR JHA)
 STATUTORY AUDITORS



DR

AUDIT COMMITTEE CHAIRMAN
[Signature]

Place: New Delhi
 Dated : 12th May, 2017