

**Courier**

DCS/COMP/NM/112/2014-15

October 29, 2014

The Company Secretary / Compliance Officer  
**Modipon Ltd**  
Modinagar  
Hapur Road  
Ghaziabad - 201204  
Uttar Pradesh

Dear Sir/Madam,

**Sub: Audit Reports filed by listed companies**

This has reference to the provisions of Clause 31(a) of the Listing Agreement and SEBI Circulars pertaining to the "Manner of Dealing with Audit Reports filed by Listed Companies" dated August 13, 2012 and June 05, 2013 which inter-alia mandated listed companies to submit either Form A (Unqualified / Matter of Emphasis Report) or Form B (Qualified / Subject to / Except for Audit Report) along with the company's Annual Report to the Stock Exchange.

As per the provisions of the said circulars, the qualifications raised by the Statutory Auditors in their Audit Report, would be scrutinized by the Qualified Audit Review Committee (QARC) constituted by SEBI.

Accordingly, after scrutiny and discussion by QARC and thereafter by FRRB and as directed by SEBI, you are advised to:

Restate the Financial Statements pertaining to Financial Year 2012-13 giving effect to the qualifications\*, in terms of Clause 31A of the Listing Agreement and in terms of SEBI Circular No. CIR/CFD/DIL/7/2012 dated August 13, 2012 read with the SEBI's Clarificatory Circular CIR/CFD/DIL/9/2013 dated June 05, 2013.

(\* Refer Annexure-I for details)

You are requested to take note of the same and comply accordingly, under information to the Exchange.

In case you need any clarifications on the above, you may please contact Mr. Nitesh Mhatre on 02222728880 / Ms. Dhara Barot on 22728559 / Mr. Rakesh Parekh on 22728307 (email rakesh.parekh@bseindia.com, dhara.barot@bseindia.com) for assistance.

Yours truly,



**Netra Sahani**  
D.G.M - Listing Compliance



**Abhijit Pai**  
A.G.M - Listing Compliance

**ANNEXURE I:**

**Modipon Ltd**

**Auditor Qualification:**

(a)The company has not provided interest of Rs.1000.54 Lakhs upto 31st March, 2008 on overdue amounts payable to a supplier and (b) the amount of unprovided interest for the period 1st April, 2008 to 31st March, 2013 has not been ascertained {Note no. 18(B)(4)}.

Non-provision of interest on cash credit from a bank amounting to Rs.241.81 Lakhs for the current year (upto 31st March, 2013 Rs.944.34 Lakhs) {Note no. 18(B)(13d)(v)}.