



# FRONTLINE CORPORATION LTD.

**Corporate Office :**

4th Floor, Shalin Bldg. Nehru Bridge Corner,  
Ashram Road, Ahmedabad - 380 009.  
Ph. 2657 8863, 2657 8201/ 26579750, 66635100 Fax : 079-26576619  
E-mail: frontlinecorporlimited@gmail.com  
Website:www.frontlinecorporation.org

CIN NO.: L63090WB1989PLC099645

Date- 14.06.2018

To,

<p>The General Manager, Dept. of Corporate Services BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001,  Script Code-532042</p>	<p>The Company Secretary, The Calcutta Stock Exchange Association Ltd., 7, Lyons Range, Kolkata – 700 001  Script Code-016057</p>
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Ref.: Compliance of Regulation 30 and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

Sub.- Outcome of Board Meeting held at 5.30 p.m. on Thursday, 14<sup>th</sup> June, 2018 at Corporate Office at 4<sup>th</sup> Floor, Shalin Building, Near Nehru Bridge Corner, Ashram Road, Ahmedabad – 380 009.

Dear Sir/Madam,

Pursuant to Regulation 30 and Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015, We inform you that the Board of Director of the Company at its meeting held today, 14.06.2018 which Commenced at 5.30p.m. and concluded at 7.40 p.m. have considered, approved and taken on records the standalone Audited Financial Results of the Company for 4<sup>th</sup> Quarter and year ended 31.03.2018 along with Auditors' Report thereon issued Statutory Auditors of the Company.

Please find enclosed herewith

1. The Standalone Audited Financial Results of the Company for the quarter and year ended 31.03.2018.
2. A Statement of assets & Liabilities for the year ended 31.03.2018.





3. Auditors Report received from M/s. Paresh Thothawala & Co. Chartered Accountants and Statutory auditors of the Company on aforesaid Standalone Audited Financial Results;
4. Statement as per Annexure-1 being impact of Audit Qualifications (Standalone Results)

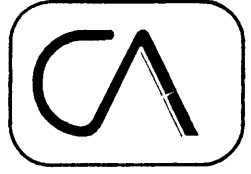
We Request you Kindly Acknowledge receipt of the above for Records.

Thanking you,

Yours sincerely,  
For Frontline Corporation Limited

Suresh Kumar Verma  
Company Secretary





**Auditor's report on Quarterly Financial Result and year to date Result of Frontline Corporation Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

To,  
The Board of Directors,  
Frontline Corporation Limited

We have audited the Quarterly Financial Results of FRONTLINE CORPORATION LIMITED ("the company") for the Quarter ended 31<sup>st</sup> March, 2018 and the year to date financial results for the period 1<sup>st</sup> April, 2017 to 31<sup>st</sup> March, 2018 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015. These Quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on the these Statements which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS 34) Interim Financial Reporting, prescribed, under section 133 of the Companies Act, 2013, read with relevant rules issued there under as applicable and other accounting principles generally accepted in India.

1. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentations of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



## 2. Basis for Qualified Opinion

1. Physical possession of Land & Building details of which are given in detailed note of Investment Property assets taken by Punjab & Sind Bank.
2. Demand Notice issued by UCO Bank, and J & K Bank by virtue of which some of the fixed assets details of which are given in detailed note of Property Plant & Equipments have been symbolically possessed by the bank.
3. In respect of the corporate guarantee given by the company in respect of Credit facilities of Fairdeal Supplies Ltd (a group company) by UCO Bank, Government approval has not been obtained in terms of Section 295 of The Companies Act, 1956.
4. Non Provision of Interest of Rs. 5,03,41,942/- on Cash Credit and Packing credit facilities availed from Punjab & Sindh Bank for the current year as account declared as NPA (Non Performing Assets).
5. Non provision of interest on loan & advances to M/s. Gateway Commodities (P) Ltd for the current year aggregating to Rs. 74,86,168/-

### Emphasis of Matters

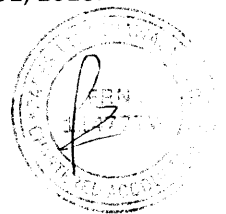
Your attention is drawn to the following matters in the notes to the financial statements as fully described therein:

1. Non Availability of balance confirmation from major customers and suppliers and loans & Advances.

Our opinion is not modified with respect to the above matters as listed under Emphasis of Matter.

3. 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** the Statement:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
- ii. give a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit (comprised of net profit and other comprehensive income) and other financial information of the Company for the quarter ended and year ended March 31, 2018.



4. The Statement includes the results for the Quarter ended March 31, 2018 being the balancing figure between audited figures in respect of full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Paresh Thothawala & Co.  
Chartered Accountants  
FRN: 114777W

*Paresh K Thothawala*

CA Paresh Thothawala  
Chartered Accountants  
M. No. 048435



Place: Ahmedabad  
Date: 14.06.2018

**FRONTLINE CORPORATION LIMITED**  
Registered office - 4, B.B.D. BAG(EAST), STEPHEN HOUSE, ROOM NO.-5,1ST FLOOR, KOLKATA-700 001.  
Corporate Office - 4TH FLOOR, SHALIN BUILDING, NEAR NEHRU BRIDGE CORNER, ASHRAM ROAD, AHMEDABAD - 380 009.  
Website - frontlinecorporation.org , Email - frontlinecorpplimited@gmail.com,  
CIN No. - L63090WB1989PLC099645

**STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2018**

(Rupees In Lakhs)

Particulars	Quarter Ended			Year Ended	
	31st March 2018	31st December 2017	31st March 2017	31st March 2018	31st March 2017
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Revenue from operations	1,163.14	1,162.09	1,130.70	4,425.30	4,335.48
Other income	144.64	76.98	154.11	441.99	967.75
<b>Total Income</b>	<b>1,307.78</b>	<b>1,239.07</b>	<b>1,284.81</b>	<b>4,867.29</b>	<b>5,303.23</b>
<b>Expenses</b>					
Cost of materials consumed	-	-	-	-	-
Purchases of Stock-in-trade	718.94	511.12	641.07	2,155.05	2,351.71
Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	(135.23)	48.35	141.67	83.86	307.83
Employee benefits expense	124.09	108.93	117.62	450.41	437.95
Excise Duty	-	-	-	-	-
Finance costs	17.52	13.59	115.75	57.92	523.90
Depreciation and amortization expense	43.33	39.07	36.08	148.67	142.06
Other expenses	574.14	427.53	525.29	1,739.03	1,457.77
<b>Total expenses</b>	<b>1,342.78</b>	<b>1,148.59</b>	<b>1,577.49</b>	<b>4,634.94</b>	<b>5,221.23</b>
<b>Profit/(loss) before exceptional items and tax</b>	<b>(35.00)</b>	<b>90.48</b>	<b>(292.68)</b>	<b>232.35</b>	<b>82.00</b>
Exceptional Items	-	-	(649.60)	-	(43.95)
<b>Profit/(loss) before tax</b>	<b>(35.00)</b>	<b>90.48</b>	<b>356.92</b>	<b>232.35</b>	<b>125.95</b>
<b>Tax expense:</b>					
Current tax	52.50	-	43.50	52.50	43.50
Taxes of Earlier Periods	-	-	36.83	-	36.83
Deferred tax	(11.82)	0.99	(39.36)	(12.64)	(39.37)
<b>Profit (Loss) for the period from continuing operations</b>	<b>(75.68)</b>	<b>89.49</b>	<b>315.95</b>	<b>192.48</b>	<b>84.99</b>
Profit/(loss) from discontinued operations	-	-	-	-	-
Tax expense of discontinued operations	-	-	-	-	-
Profit/(loss) from Discontinued operations (after tax)	-	-	-	-	-
<b>Profit/(loss) for the period</b>	<b>(75.68)</b>	<b>89.49</b>	<b>315.95</b>	<b>192.48</b>	<b>84.99</b>
<b>Other Comprehensive Income</b>					
Items that will not be reclassified to profit or loss	(0.27)	(0.14)	(0.13)	(0.69)	(0.51)
Income tax relating to items that will not be reclassified to profit and loss account	0.08	0.04	0.04	0.21	0.16
<b>Total Comprehensive Income for the period</b>	<b>(75.87)</b>	<b>89.39</b>	<b>315.87</b>	<b>192.01</b>	<b>84.64</b>
Paid-up equity share capital (Face Value of the Share Rs. 10/- each)	497.75	497.75	497.75	497.75	497.75
<b>Earnings per equity share (for continuing operation):</b>					
Basic	(1.52)	1.80	6.35	3.87	1.71
Diluted	(1.52)	1.80	6.35	3.87	1.71
<b>Earnings per equity share (for discontinued operation):</b>					
Basic	-	-	-	-	-
Diluted	-	-	-	-	-
<b>Earnings per equity share (for continuing &amp; discontinued operation):</b>					
Basic	(1.52)	1.80	6.35	3.87	1.71
Diluted	(1.52)	1.80	6.35	3.87	1.71

1. The above financial result for the quarter and year ended 31st March 2018 have been reviewed by the Audit Committee and approved Board of Directors of the Company at its meeting held on 30th May 2018. These financial statements have been prepared in accordance with Indian Accounting Standard (Ind-AS) prescribed under section 133 of the Companies Act 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

2. The Company has adopted Ind AS from 1st April 2017 and accordingly the financial results are prepared in compliance with Ind AS. The comparative figures for the quarter ended 31st March 2017, and for the year ended 31st March 2017 have been restated by the Management as per Ind AS and the same have not been subject to limited review or audit. Accordingly, the impact of transition has been provided and figures for that period has been restated accordingly.



3. Reconciliation of results between previous GAAP and Ind AS

(Rs. in Lakhs)

Particulars	Quarter ended	Year ended 31st
	31st March 2017	March 2017
	(Unaudited)	(Audited)
Profit after tax as per Indian GAAP	305.42	82.81
<b>Add / Less Adjustments :</b>		
Amortisation of Loan processing fees using effective interest method	(0.11)	(0.43)
Fair Value of Financial Instrument	(0.18)	(0.19)
Allowance for doubtful debts as per Expected Credit Loss Model (ECL)	(0.42)	(0.49)
Depreciation on Investment Property as per Ind AS	(2.78)	(11.10)
Gain on One Time Settlement of Financial Liability	19.84	19.84
Deferred Tax on Ind AS Adjustments	(5.91)	(5.78)
<b>Net profit before OCI as per Ind AS</b>	<b>315.86</b>	<b>84.64</b>

Reconciliation of Equity between previous GAAP and Ind AS

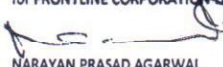
(Rs. in Lakhs)

Particulars	Year ended 31st
	March 2017
	(Audited)
Total Equity as per Previous GAAP	654.55
<b>Add / Less Adjustments</b>	
Amortisation of Loan processing fees using effective interest method	0.59
Fair Value of Financial Instrument	(23.70)
Allowance for doubtful debts as per Expected Credit Loss Model (ECL)	(4.80)
Depreciation on Investment Property as per Ind AS	(85.47)
Deferred Tax on Ind AS Adjustments	2.49
<b>Total Equity as per Ind AS</b>	<b>543.67</b>

4. The figures for the quarter ended March 31, 2018 and March 31, 2017 are balancing figures between audited figures in respect of the full financial year and year to date figures upto the third quarter of the relevant financial year.

5. Ind AS 108 establishes standards for the way that public business enterprises report information about operating segments and related disclosures about geographic areas. The company's operations predominantly relate to enhance business performance. Based on the "Management Approach" as defined in Ind AS 108, the Chief Operating Decision Maker (CODM) evaluates the company's performance and allocates resources based on an analysis of various performance indicators. Accordingly, information has been presented on Business Segment and Geographical Segment. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments.

PLACE: AHMEDABAD  
DATE: 14-06-2018

for FRONTLINE CORPORATION LIMITED  
  
NARAYAN PRASAD AGARWAL  
DIRECTOR  
DIN NO: 00060384



**FRONTLINE CORPORATION LIMITED**  
Registered office - 4, B.B.D. BAG (EAST), STEPHEN HOUSE, ROOM NO.-5, 1ST FLOOR, KOLKATA-700 001.  
Corporate Office - 4TH FLOOR, SHALIN BUILDING, NEAR NEHRU BRIDGE CORNER, ASHRAM ROAD, AHMEDABAD - 380 009.  
Website - frontlinecorporation.org ; Email - frontlinecorporlimited@gmail.com,  
CIN No. - L63090WB1989PLC099645

**Standalone Statement of Assets & Liabilities as at 31st March 2018**

Particulars	(Rupees In Lakhs)	
	31st March 2018	31st March 2017
<b>ASSETS</b>		
<b>Non-current assets</b>		562.19
(a) Property, Plant and Equipment	860.53	-
(b) Capital work-in-progress	-	2,686.97
(c) Investment Property	2,645.33	-
(d) Goodwill	-	0.14
(e) Other intangible assets	0.02	-
(f) Intangible assets under development	-	-
(g) Biological Assets other than bearer plants	-	-
(h) Financial Assets	-	-
(i) Investments	-	-
(ii) Trade receivables	-	-
(iii) Loans	126.82	140.85
(iv) Others	333.45	320.60
(i) Deferred Tax Assets	133.34	113.37
(j) Non Current Tax Assets	24.19	60.97
(k) Other non current assets	-	-
<b>Current assets</b>	865.24	949.13
(a) Inventories	-	-
(b) Financial Assets	26.64	24.31
(i) Investments	1,000.32	908.70
(ii) Trade Receivable	63.69	49.02
(iii) Cash and cash equivalents	3.00	-
(iv) Other Bank balances	1,139.13	1,171.77
(v) Loans	245.77	244.41
(vi) Others	-	-
(c) Current Tax Assets (Net)	214.53	78.75
(d) Other current assets	-	-
<b>TOTAL ASSETS</b>	<b>7,682.01</b>	<b>7,311.16</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		497.75
(a) Equity Share capital	497.75	497.75
(b) Other Equity	237.93	45.92
<b>Non-current liabilities</b>		176.86
(a) Financial Liabilities	503.30	-
(i) Borrowings	-	-
(ii) Trade payables	-	-
(iii) Other financial liabilities	-	-
(b) Provisions	-	-
(c) Deferred tax liabilities (Net)	-	-
(d) Other non-current liabilities	-	-
<b>Current liabilities</b>		4,821.18
(a) Financial Liabilities	4,816.99	4,821.18
(i) Borrowings	1,327.95	1,481.28
(ii) Trade payables	209.51	161.10
(iii) Other financial liabilities	61.93	100.36
(b) Other current liabilities	26.67	26.72
(c) Provisions	-	-
(d) Current Tax Liabilities (Net)	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>7,682.01</b>	<b>7,311.16</b>

PLACE: AHMEDABAD  
DATE: 14-06-2018

for FRONTLINE CORPORATION LIMITED

  
NARAYAN PRASAD AGARWAL  
DIRECTOR  
DIN NO: 00060384



**FRONTLINE CORPORATION LIMITED**

CIN NO: L63090WB1989PLC099645

Regd. Office :-4, B.B.D. BAG(EAST), STEPHEN HOUSE, ROOM NO.-5,1ST FLOOR, KOLKATA-700 001.  
Corporate Office : 4th Floor Shalin Building, Near Nehru Bridge Corner, Ashram Road, Ahmedabad. - 380 009  
AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED AS ON 31/03/2018

**Segment wise Revenue, Results & Capital Employed**

Particulars	3 Months ended	3 Months ended	3 Months ended	YEAR ENDED ON 31ST MARCH	
	(31-03-2018)	31-12-2017	(31-03-2017)	2018	2017
	2018	2017	2017	(Audited)	(Audited)
	(Audited)	(Unaudited)	(Audited)		
<b>1 SEGMENT REVENUE</b>					
A) Transportation	466.97	490.12	346.22	1690.84	1346.36
B) Trading	675.58	596.18	754.33	2461.26	2810.74
C) Wind Energy	(32.57)	62.88	23.23	162.98	174.70
U) Renting of Immovable Properties	23.11	22.55	6.09	74.28	37.69
E) Other Income	174.70	67.34	154.94	477.94	933.74
<b>TOTAL</b>	<b>1307.78</b>	<b>1239.07</b>	<b>1284.81</b>	<b>4867.29</b>	<b>5303.23</b>
Less:					
Inter Segment Revenue	0.00	0.00	0.00	0.00	0.00
Net Sales/Income					
From Operations	1307.78	1239.07	1284.81	4867.29	5303.23
<b>2 SEGMENT RESULTS</b>					
Profit Before Tax and Interest from					
A) Transportation	25.80	39.96	9.20	132.53	138.41
B) Trading	54.84	51.18	(41.97)	190.06	90.03
C) Wind Energy	(53.29)	45.19	0.06	68.54	103.43
D) Renting of Immovable Properties	15.76	15.20	0.00	44.35	7.95
E) Others	(60.59)	(47.45)	(144.33)	(144.12)	265.65
<b>TOTAL</b>	<b>(17.48)</b>	<b>104.07</b>	<b>(177.04)</b>	<b>291.36</b>	<b>605.47</b>
Less:					
i) Interest Expenditure	17.52	13.59	115.64	59.01	523.47
ii) Other Unallocable					
Expenditure Net Off					
Unallocable Income	0.00	0.00	0.00	0.00	0.00
<b>TOTAL PROFIT BEFORE TAX</b>	<b>(35.00)</b>	<b>90.48</b>	<b>(292.68)</b>	<b>232.35</b>	<b>82.00</b>
<b>3 CAPITAL EMPLOYED</b>					
(Segment Assets - Segment Liabilities)					
A) Transportation	363.95	396.98	320.68	363.95	320.68
B) Trading	(2895.83)	(3204.87)	(2872.17)	(2895.83)	(2872.17)
C) Wind Energy	352.76	438.88	349.14	352.76	349.14
D) Renting of Immovable Properties	2645.33	2655.74	2686.97	2645.33	2686.97
Capital Employed in Segments	466.21	286.73	484.62	466.21	484.62
ADD:					
Unallocable Corporate Assets					
Less Corporate Liabilities	(187.17)	(305.97)	(258.85)	(187.17)	(258.85)
<b>TOTAL</b>	<b>279.03</b>	<b>(19.23)</b>	<b>225.77</b>	<b>279.03</b>	<b>225.77</b>

for FRONTLINE CORPORATION LIMITED

*Narayan*  
NARAYAN PRASAD AGARWAL  
DIRECTOR  
DIN NO: 00060384



PLACE: AHMEDABAD  
DATE: 14-06-2018

GEOGRAPHICAL SEGMENT					
Particular	3 Months ended (31-03-2018)	3 Months ended (31-12-2017)	3 Months ended (31-03-2017)	YEAR ENDED ON 31ST MARCH	
	2018 (Audited)	2017 (Unaudited)	2017 (Audited)	2018 (Audited)	2017 (Audited)
<b>SEGMENT REVENUE</b>					
A) Ahmedabad	1013.37	818.77	987.19	3586.61	3626.16
B) Kolkatta	100.05	89.36	7.94	235.23	43.01
C) Bangalore	148.62	274.12	222.34	854.04	871.65
Other Unallocable	45.74	56.82	67.34	191.41	762.40
<b>Total</b>	<b>1307.78</b>	<b>1239.07</b>	<b>1284.81</b>	<b>4867.29</b>	<b>5303.23</b>
<b>SEGMENT RESULTS</b>					
A) Ahmedabad	(35.92)	60.64	(81.28)	159.71	40.90
B) Kolkatta	(22.80)	(29.84)	(248.53)	(42.76)	(686.17)
C) Bangalore	4.77	34.62	20.64	116.96	131.85
Other Unallocable	18.96	25.06	16.49	(1.55)	595.42
<b>Total</b>	<b>(35.00)</b>	<b>90.48</b>	<b>(292.68)</b>	<b>232.35</b>	<b>82.00</b>
<b>SEGMENT CAPITAL EMPLOYED</b>					
A) Ahmedabad	2229.99	2481.10	2414.30	2229.99	2414.30
B) Kolkatta	(2502.21)	(2668.13)	(2327.55)	(2502.21)	(2327.45)
C) Bangalore	551.25	367.80	139.01	551.25	139.01
<b>Total</b>	<b>279.03</b>	<b>(19.23)</b>	<b>225.76</b>	<b>279.03</b>	<b>225.86</b>

for FRONTLINE CORPORATION LIMITED

  
 NARAYAN PRASAD AGARWAL  
 DIRECTOR  
 DIN NO: 00060384



PLACE: AHMEDABAD  
 DATE: 14-06-2018



# FRONTLINE CORPORATION LTD.

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CIN NO.: L63090WB1989PLC099645

Date- 14.06.2018

To,

The General Manager, Dept. of Corporate Services BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001, Script Code-532042	The Company Secretary, The Calcutta Stock Exchange Association Ltd., 7, Lyons Range, Kolkata - 700 001 Script Code-016057
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**DECLARATION PURSUANT TO REGULATION 33(3)(D) (LISTING OBLIGATION AND DISCLOSURE REQUIREMENTS) (AMENDMENT) REGULATION, 2016**

I, Narayan Prasad Agarwal, Director of Frontline Corporation Limited having its register office at 4, B.B.D. Bag (East), Stephen House, Room No.5, 1<sup>st</sup> Floor, Kolkata- 700001, I do hereby declare that M/s. Paresh Thothawala & Co. Chartered Accountants and Statutory auditors of the Company have carried out audit of the Financial Statement of the Company for the year ended 31<sup>st</sup> March, 2018 and have issued an Audit report with modified opinion.

Place- Ahmendabad

For Frontline Corporation Limited,

Director

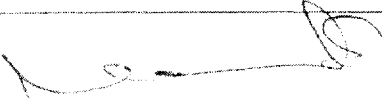
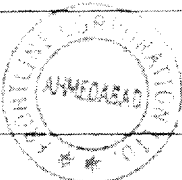

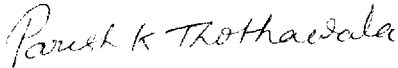
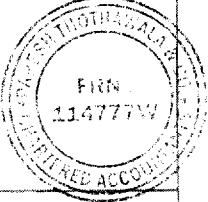

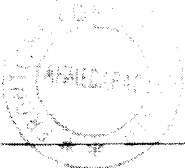
Date- 14.06.2018

**ANNEXURE – 1**

**Statement of Impact of Audit Qualifications (for audit with modified opinion) submitted along with annual audited financial results – (Standalone)**

<b>Statement of impact of Audit Qualifications for the Financial Year ended March 31, 2018 (See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulation, 2016)</b>				
<b>1</b>	<b>Sr. No.</b>	<b>Particulars</b>	<b>Audited Figures (as reported before adjusting for qualifications)</b>	<b>Adjusted Figures (audited figures after adjusting for qualifications)</b>
	1	Turnover / Total income	48,67,28,573	49,42,14,741
	2	Total Expenditure	46,74,80,282	51,78,22,224
	3	Net Profit/(Loss)	1,92,48,292	-2,36,07,482
	4	Earnings Per Share	3.87	-4.74
	5	Total Assets	76,82,01,269	77,56,87,437
	6	Total Liabilities	76,82,01,269	77,56,87,437
	7	Net Worth	7,35,67,303	3,07,11,529
	8	Any other financial item(s) (as felt appropriate by the management)		
<b>II</b>	<b>Audit Qualification (each audit qualification separately)</b>			
1.	a. Details of Audit Qualification:	<ol style="list-style-type: none"> <li>1. Physical possession of Land &amp; Building details of which are given in detailed note of fixed assets taken by Punjab &amp; Sindh Bank.</li> <li>2. Demand Notice issued by UCO Bank, and J &amp; K Bank by virtue of which some of the fixed assets details of which are given in detailed note of fixed assets have been symbolically possessed by the bank.</li> <li>3. In respect of the corporate guarantee given by the company in respect of Credit facilities of Fairdeal Supplies Ltd (a group company) by UCO Bank, Government approval has not been obtained in terms of Section 295 of The Companies Act, 1956.</li> <li>4. Non Provision of Interest of Rs. 5,03,41,942/- on Cash Credit and Packing credit facilities availed from Punjab &amp; Sindh Bank for the current year as account declared as NPA (Non Performing Assets).</li> <li>5. Non provision of interest on loan &amp; advances to M/s. Gateway Commodities (P) Ltd for the</li> </ol>		

		current year aggregating to Rs. 74,86,168/-
	<b>b. Type of Audit Qualification :</b> Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Qualified opinion
	<b>c. Frequency of qualification:</b> Whether appeared first time / repetitive / since how long continuing	Since financial year 2013-14
	<b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>	<p>Reply to para 1 &amp; 2</p> <p>The qualified opinion raised by the Statutory Auditors of the Company in their Independent Auditors' Report it is stated that the attachment of properties by the Bank is a legal process and the Company is taking all legal steps to protect the property. Further the Company is taking all steps to make the settlement of the matter and the Company is actively undertaking the settlement matter with the Banks. Further the Company is also making all its efforts to repay the debt and to release the property.</p> <p>Reply to para 3</p> <p>It is stated that the Company at the time when M/s. Fairdeal Supplies Limited, a Group concern of the Company obtained the loan from the Banks, the financial conditions and other prospects of M/s. Fairdeal Supplies Limited were excellent. The Board of Directors of the Company did not forecast that loan availed by M/s. Fairdeal Supplies Limited will be defaulted. The Bankers of M/s. Fairdeal Supplies Limited have stipulated condition to give the collateral and guarantee for the facilities to be availed by the Fairdeal Supplies Limited.</p> <p>Reply to para 4:</p> <p>The interest provision on loan taken from Punjab &amp; Sind Bank has not been accounted for the year 2017-18 due to legal dispute between Company and the Bank as Double Bench of Hon'ble Calcutta High Court has issued order in favour of the company. The bank has preferred appeal against the said order in Hon'ble Supreme Court.</p> <p>Reply to para 5:</p> <p>The Company has initiated necessary actions for recovery of principal as well as interest and is hopeful for</p>

	realization thereof.
<b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b>	
(i) Management's estimation on the impact of audit qualification:	The Management is unable to estimate the impact of audit qualification.
(ii) If management is unable to estimate the impact, reasons for the same:	The Company is not in a position to estimate on the impact of qualifications of auditors in cases where the matter is sub-Judice.
(iii) Auditors' Comments on (i) or (ii) above:	To wait for judgment of various courts and DRT.
<b>iii Signatories:</b>	
<b>To be signed by:</b>	
Narayan Prasad Agarwal, Director	 
R L Saklani, Chief Financial Officer	
Paresh Thothawala, Partner, M. No. 048435 For Paresh Thothawala & Co. Chartered Accountants, Firm Reg.No. 114777W	 
Virendra Sharma, Chairman Audit Committee	 

Place : Ahmedabad  
Date : 14.06.2018