



# FRONTLINE CORPORATION LTD.

CIN NO.: L63090WB1989PLC099645

## 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

Date: July 30, 2020

To,

The General Manager,  
– Dept. of Corporate Services.  
BSE Ltd.,  
Phiroze Jeejeebhoy  
Towers, Dalal Street,  
Mumbai – 400 001  
Ref: Script Code: 532042

The Company Secretary,  
The Calcutta Stock Exchange Association  
Ltd.,  
7, Lyons Range,  
Kolkata – 700 001  
Ref: Script Code: 016057

Ref: Submission of Financial Results of the Company for the year ended 31<sup>st</sup> March, 2020

Sub: Outcome of Board Meeting held at 3.30 p.m. on Thursday 30<sup>th</sup> July, 2020 at the Corporate Office of the Company at 4<sup>th</sup> Floor, Shalin Building, Near Nehru Bridge Corner, Ashram Road, Ahmedabad – 380 009 concluded on 9.15 P.M.

Pursuant to Regulation 30 and Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015,, we inform that upon the review and recommendation by the Audit Committee of the Company, the Board of Directors of the Company at their meeting held today considered and approved the Audited Financial Results (Standalone Results) of the Company for the year ended 31<sup>st</sup> March, 2020 as per the format prescribed

Accordingly, we are enclosing herewith:

1. The Standalone Audited Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2020;
2. A Statement of Assets & Liabilities for the year ended 31<sup>st</sup> March, 2020;
3. Auditors Report received from M/S S M PANSURIYA & CO., Chartered Accountants and Statutory Auditors of the Company on aforesaid Standalone Audited Financial Results;
4. Statement as per Annexure – 1 being the impact of Audit Qualifications (Standalone Results)

Thanking you,

Yours sincerely,

For Frontline Corporation Limited



Suresh Kumar Verma  
Company Secretary & Compliance Officer  
Encl: As above



# S. M. Pansuriya & Co.

Chartered Accountants

CA SNEHAL PANSURIYA  
B. COM., FCA

604, 6th Floor, City Centre, Opp. Shukan Mall, Science City Road, Sola, Ahmedabad - 380 061.  
E-mail : ca.smpansuriya@gmail.com Mobile : 98252 26379, Office : 94082 29039

**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, 2020 and the year to date financial results for the period 1<sup>st</sup> April, 2019 to 31<sup>st</sup> March, 2020 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 read with SEBI Circular no CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July 2016. 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 and in compliance with requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

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. 118,236,411/- 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. 20,68,935/-

### 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, 2020.



4. The Statement includes the results for the Quarter ended March 31, 2020 (considered audited) being the derived figures between the audited figures in respect of the current full financial year ended 31<sup>st</sup> March, 2020 and the published year-to-date figures up to the 31<sup>st</sup> December, 2019, being the date of the end of the third quarter of the current financial year which were subject to limited review by us.

For S M Pansuriya & Co.  
Chartered Accountants  
FRN: 126729W



CA Snehal Pansuriya  
Proprietor  
M. No. 121039



UDIN: 20121039AAAAAW9231

Place: Ahmedabad  
Date: 30-07-2020



**FRONTLINE CORPORATION LIMITED**

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**STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020**

(Rupees in Lakhs)

Particulars	Quarter Ended			Year Ended	
	31st March 2020	31st December 2019	31st March 2019	31st March 2020	31st March 2019
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Revenue from operations	1,065.20	1,424.67	1,188.22	4,846.65	4,655.82
Other income	54.68	69.24	44.24	317.84	268.97
<b>Total Income</b>	<b>1,119.89</b>	<b>1,493.91</b>	<b>1,232.46</b>	<b>5,164.50</b>	<b>4,924.79</b>
<b>Expenses</b>					
Cost of materials consumed	-	-	-	-	-
Purchases of Stock-in-Trade	490.34	710.33	604.18	2,544.53	2,435.34
Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	(17.79)	229.44	(6.75)	254.37	(60.73)
Employee benefits expense	126.41	116.99	120.67	470.85	449.88
Finance costs	13.98	15.56	10.37	61.86	58.93
Depreciation and amortization expense	51.19	47.81	47.26	194.25	192.13
Other expenses	487.41	426.20	589.25	1,755.34	1,900.62
<b>Total expenses</b>	<b>1,151.54</b>	<b>1,546.34</b>	<b>1,364.98</b>	<b>5,281.20</b>	<b>4,976.18</b>
<b>Profit/(loss) before exceptional items and tax</b>	<b>(31.65)</b>	<b>(52.43)</b>	<b>(132.52)</b>	<b>(116.70)</b>	<b>(51.39)</b>
Exceptional Items	-	-	-	-	-
<b>Profit/(loss) before tax</b>	<b>(31.65)</b>	<b>(52.43)</b>	<b>(132.52)</b>	<b>(116.70)</b>	<b>(51.39)</b>
<b>Tax expense:</b>					
Current tax	-	-	(31.00)	-	-
Taxes of Earlier Periods	-	-	-	-	-
Deferred tax	(7.76)	(0.92)	(0.41)	(18.10)	(18.00)
<b>Profit (Loss) for the period from continuing operations</b>	<b>(23.89)</b>	<b>(51.51)</b>	<b>(101.12)</b>	<b>(98.61)</b>	<b>(33.39)</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>(23.89)</b>	<b>(51.51)</b>	<b>(101.12)</b>	<b>(98.61)</b>	<b>(33.39)</b>
<b>Other Comprehensive Income</b>					
Items that will not be reclassified to profit or loss	(11.95)	0.57	2.61	(10.261)	2.04
Income tax relating to items that will not be reclassified to profit and loss account	3.01	(0.14)	(0.81)	2.576	(0.63)
<b>Total Comprehensive Income for the period</b>	<b>(32.84)</b>	<b>(51.09)</b>	<b>(99.31)</b>	<b>(106.29)</b>	<b>(31.98)</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	(0.48)	(1.03)	(2.03)	(1.98)	(0.67)
Diluted	(0.48)	(1.03)	(2.03)	(1.98)	(0.67)
<b>Earnings per equity share (for discontinued operation):</b>					
Basic	-	-	-	-	-
Diluted	-	-	-	-	-
<b>Earnings per equity share (for continuing &amp; discontinued operation):</b>					
Basic	(0.48)	(1.03)	(2.03)	(1.98)	(0.67)
Diluted	(0.48)	(1.03)	(2.03)	(1.98)	(0.67)



1. This statement has been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on July 30, 2020.
2. This statement has been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 Accounting Standards) Rules, 2015 (as amended).
3. Effective April 1, 2019 the company has adopted IND AS 116 'Leases' and applied the same on all lease contracts existing on April 1, 2019 using modified retrospective approach. The effect of this adoption is not material to the profit for the year and earnings per share.
4. 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.
5. The figures for the quarters ended on 31st March, 2020 and 31st March, 2019 are the balancing figures between audited figures for the full financial year and published year to date figures up to the third quarter of the respective financial year.
6. Previous period/year figures have been reclassified, as considered necessary, to conform with current period presentation, where applicable.

✓  
for FRONTLINE CORPORATION LIMITED

Pawan Kumar Agarwal  
Managing Director  
(DIN NO: 00060418)



PLACE: AHMEDABAD  
DATE: 30-07-2020

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## STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020

### Segment wise Revenue, Results & Capital Employed

Particulars	Quarter Ended			Year Ended	
	31st March 2020 (Audited)	31st December 2019 (Unaudited)	31st March 2019 (Audited)	31st March 2020 (Audited)	31st March 2019 (Audited)
<b>1 SEGMENT REVENUE</b>					
A) Transportation	438.97	417.29	552.26	1667.12	1814.33
B) Trading	800.23	922.23	601.41	3059.05	2523.00
C) Wind Energy	20.59	28.21	11.93	170.68	127.49
D) Renting of Immovable Properties	20.53	24.87	18.18	88.43	94.73
E) Other Income	(160.43)	101.31	48.66	179.21	365.23
<b>TOTAL</b>	<b>1119.90</b>	<b>1493.92</b>	<b>1232.45</b>	<b>5164.50</b>	<b>4924.79</b>
Less:					
Inter Segment Revenue	0.00	0.00	0.00	0.00	0.00
Net Sales/Income					
From Operations	1119.90	1493.92	1232.45	5164.50	4924.79
<b>2 SEGMENT RESULTS</b>					
Profit Before Tax and Interest from					
A) Transportation	16.00	21.45	25.11	64.68	97.80
B) Trading	25.97	(37.04)	(40.05)	-92.03	86.22
C) Wind Energy	11.24	13.09	(39.91)	102.05	(4.34)
D) Renting of Immovable Properties	8.44	17.28	9.39	53.00	61.16
E) Others	(79.31)	(51.65)	(76.69)	(182.55)	(233.30)
<b>TOTAL</b>	<b>(17.65)</b>	<b>(36.87)</b>	<b>(122.14)</b>	<b>-54.84</b>	<b>7.55</b>
Less:					
i) Interest Expenditure	13.98	15.56	10.37	61.86	58.93
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>(31.63)</b>	<b>(52.43)</b>	<b>(132.52)</b>	<b>(116.70)</b>	<b>(51.39)</b>
<b>3 CAPITAL EMPLOYED</b>					
(Segment Assets - Segment Liabilities)					
A) Transportation	411.01	447.19	487.94	411.01	487.94
B) Trading	(3188.87)	(3156.33)	(2916.10)	(3188.87)	(2916.10)
C) Wind Energy	291.82	293.71	300.66	291.82	300.66
D) Renting of Immovable Properties	2008.85	1909.02	2008.85	2008.85	2008.85
<b>Capital Employed in Segments</b>	<b>(477.19)</b>	<b>(506.41)</b>	<b>(118.64)</b>	<b>(477.19)</b>	<b>(118.64)</b>
ADD:					
Unallocable Corporate Assets					
Less Corporate Liabilities	477.30	566.00	295.12	477.30	295.12
<b>TOTAL</b>	<b>0.10</b>	<b>59.60</b>	<b>176.48</b>	<b>0.10</b>	<b>176.48</b>

for FRONTLINE CORPORATION LIMITED

Pawankumar Agarwal  
Managing Director  
(DIN NO: 00060418)



PLACE: AHMEDABAD  
DATE: 30-07-2020

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GEOGRAPHICAL SEGMENT					
Particular	Quarter Ended			Year Ended	
	31st March 2020 (Audited)	31st December 2019 (Unaudited)	31st March 2019 (Audited)	31st March 2020 (Audited)	31st March 2019 (Audited)
<b>SEGMENT REVENUE</b>					
A) Ahmedabad	641.71	1181.75	950.52	3826.16	3738.27
B) Kolkatta	282.95	99.52	34.88	464.71	190.93
C) Bangalore	147.51	164.95	199.37	682.82	804.79
Other Unallocable	47.70	47.70	47.70	190.80	190.80
<b>Total</b>	<b>1119.88</b>	<b>1493.92</b>	<b>1232.47</b>	<b>5164.50</b>	<b>4924.79</b>
<b>SEGMENT RESULTS</b>					
A) Ahmedabad	(4.80)	(46.16)	(115.79)	(65.15)	(29.95)
B) Kolkatta	(25.02)	(8.58)	(26.64)	(58.90)	(61.67)
C) Bangalore	(1.82)	2.31	9.90	7.34	40.23
Other Unallocable	0.00	0.00	0.00	0.00	0.00
<b>Total</b>	<b>(31.63)</b>	<b>(52.43)</b>	<b>(132.53)</b>	<b>(116.70)</b>	<b>(51.39)</b>
<b>SEGMENT CAPITAL EMPLOYED</b>					
A) Ahmedabad	2187.49	2179.48	2408.49	2187.49	2408.49
B) Kolkatta	(2420.38)	(2401.77)	(2558.76)	(2420.38)	(2558.76)
C) Bangalore	232.99	281.91	326.76	232.99	326.76
<b>Total</b>	<b>0.10</b>	<b>59.62</b>	<b>176.48</b>	<b>0.10</b>	<b>176.48</b>

for FRONTLINE CORPORATION LIMITED

Pawan Kumar Agarwal  
Managing Director  
(DIN NO: 00060418)



PLACE: AHMEDABAD  
DATE: 30-07-2020



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**Standalone Statement of Assets & Liabilities as at 31st March 2020**

		(Rupees in Lakhs)	
Particulars	31st March 2020	31st March 2019	
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, Plant and Equipment	799.38	732.45	
(b) Capital work-in-progress	-	4.40	
(c) Investment Property	2,562.04	2,603.69	
(d) Goodwill	-	-	
(e) Other Intangible assets	0.20	0.09	
(f) Intangible assets under development	-	-	
(g) Biological Assets other than bearer plants	-	-	
(h) Financial Assets			
(i) Investments	-	-	
(ii) Trade receivables	-	-	
(iii) Loans	-	-	
(iv) Others	135.66	127.69	
(i) Deferred Tax Assets	371.49	350.81	
(j) Non Current Tax Assets	228.99	178.40	
(k) Other non current assets	17.15	36.16	
<b>Current assets</b>			
(a) Inventories	671.58	925.96	
(b) Financial Assets			
(i) Investments	6.68	23.97	
(ii) Trade Receivable	760.48	839.93	
(iii) Cash and cash equivalents	104.39	43.85	
(iv) Other Bank balances	-	8.26	
(v) Loans	813.94	1,112.47	
(vi) Others	141.04	270.48	
(c) Current Tax Assets (Net)	-	-	
(d) Other current assets	224.49	241.23	
<b>TOTAL ASSETS</b>	<b>6,837.53</b>	<b>7,499.84</b>	
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share capital	497.75	497.75	
(b) Other Equity	99.65	205.95	
<b>Non-current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	284.71	387.24	
(ii) Trade payables	-	-	
(iii) Other financial liabilities	-	-	
(b) Provisions	-	-	
(c) Deferred tax liabilities (Net)	-	-	
(d) Other non-current liabilities	-	-	
<b>Current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	4,809.24	4,813.11	
(ii) Trade payables			
Total Outstanding dues of micro enterprise and small enterprise	6.12	15.71	
Total Outstanding dues of Creditors other than micro enterprise and small enterprise	760.13	1,233.35	
(iii) Other financial liabilities	318.77	252.05	
(b) Other current liabilities	20.33	60.50	
(c) Provisions	40.83	34.18	
(d) Current Tax Liabilities (Net)	-	-	
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>6,837.53</b>	<b>7,499.84</b>	

for FRONTLINE CORPORATION LIMITED

Pawan Kumar Agarwal  
Managing Director  
(DIN NO: 00060418)



PLACE: AHMEDABAD  
DATE: 30-07-2020

# FRONTLINE CORPORATION LIMITED

## STATEMENT OF CASH FLOW FOR THE YEAR ENDED ON MARCH 31, 2020

(Rs. in Lakh)

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
<b>[A] CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before exceptional items and tax	(116.70)	(51.39)
<b>Adjustments for :</b>		
Depreciation and amortisation expense	194.25	192.13
Finance costs	61.86	58.93
Interest income	(61.98)	(60.60)
Provision on doubtful financial assets	10.30	3.94
Provision Written back	(4.01)	(4.18)
Net (gain) / loss on fair valuation of investments	0.92	(0.57)
Remeasurements of net defined benefit plans	(10.26)	2.04
Bad debts / assets written off	0.49	28.75
(Profit)/ loss on sale of Fixed Assets (Net)	(1.06)	(8.08)
(Profit)/ loss on sale of Investment	(3.47)	(2.76)
	<u>187.05</u>	<u>209.61</u>
<b>Operating profit before working capital changes</b>	<b>70.34</b>	<b>158.22</b>
<b>Adjustments for :</b>		
(Increase)/Decrease in trade and other receivables	78.96	131.64
(Increase)/Decrease in Inventories	254.37	(60.72)
(Increase)/Decrease in Other Receivable	157.22	(64.24)
Increase/(Decrease) in trade and other payables and provisions	(503.05)	(83.52)
Increase/(Decrease) in provisions	0.36	7.75
	<u>(12.14)</u>	<u>(69.10)</u>
Cash from operations	<b>58.20</b>	<b>89.12</b>
Direct tax paid(Net of refunds)	50.59	45.06
<b>Net cash from operating activities before exceptional items</b>	<b>7.61</b>	<b>44.06</b>
Exceptional items	-	-
<b>NET CASH FROM CONTINUING OPERATION [A]</b>	<b>7.61</b>	<b>44.06</b>
<b>[B] CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Add:inflows from investing activities</b>		
Sale of property,plant and equipment(including work in progress)	8.82	8.32
Sale of investments	385.34	445.00
Interest income	61.98	60.60
Proceeds from Loans & Advances	298.53	26.66
<b>Less:outflows from investing activities</b>		
Purchase of property,plant and equipment(including work in progress)	(223.02)	(27.11)
Purchase of investments	(365.50)	(439.00)
<b>NET CASH FROM INVESTING ACTIVITIES [B]</b>	<b>166.14</b>	<b>74.48</b>
<b>[C] CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>Add:inflows from financing activities</b>		
Proceeds from long term borrowing(including loan transfer to capital reser	(104.33)	(125.77)
<b>Less:outflows from financing activities</b>		
Repayment from long term borrowing	46.79	45.75
Repayment from short term borrowing(working capital)	(3.88)	(3.88)



Repayment from unsecured loans	1.67	9.12
Interest paid	(61.73)	(58.35)
<b>NET CASH FROM FINANCING ACTIVITIES [C]</b>	<b>(121.48)</b>	<b>(133.12)</b>
<b>NET INCREASE/(DECREASE) IN CASH &amp; CASH EQUIVALENT [A+B+C]</b>	<b>52.28</b>	<b>(14.58)</b>
Opening Balance of Cash and Cash Equivalents	52.11	66.69
Closing Balance of Cash and Cash Equivalents	104.39	52.11

**Notes :**


- 1 The cash flow statement has been prepared under the indirect method as prescribed in Indian accounting standard (IAS) 7
- 2 Additions to property, plant, equipment and intangible assets include movements of capital work-in-progress respectively during the year.

The amendment to Ind AS 7 Cash Flow Statement requires the entities to provide disclosures that enable users of the financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flow and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the Balance Sheet for liabilities arising from financing activities, to meet the disclosure requirements. This impact on the financial statements due to this amendment.

Particulars	Borrowings (Non-Current)*
As at 31st March 2019	5,335.22
Cash Flow Changes	(59.75)
Fair Value Changes	0.13
<b>As at 31st March 2020</b>	<b>5,275.60</b>

\* Including current maturity of Non-Current Borrowings.

PLACE: AHMEDABAD  
DATE: 30-07-2020

✓   
for **Frontline Corporation Ltd**  
Pawankumar Agarwal  
Managing Director  
(DIN NO: 00060418)





# FRONTLINE CORPORATION LTD.

CIN NO.: L63090WB1989PLC099645

## 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

Date: July 30, 2020

To,

The General Manager,  
– Dept. of Corporate Services.  
BSE Ltd.,  
Phiroze Jeejeebhoy  
Towers, Dalal Street,  
Mumbai – 400 001  
Ref: Script Code: 532042

The Company Secretary,  
The Calcutta Stock Exchange Association  
Ltd.,  
7, Lyons Range,  
Kolkata – 700 001  
Ref: Script Code: 016057

## DECLARATION PURSUANT TO REGULATION 33(3)(D) (LISTING OBLIGATION AND DISCLOSURE REQUIREMENTS) 9 AMENDMENTS) REGULATION, 2015

I Pawan Kumar Agarwal, Managing Director of Frontline Corporation Limited having its Registered Office at Room No. 5, 1<sup>st</sup> Floor, Stephen House, 4, B.B.D. Bag Street, Kolkata – 700 00, do hereby declare that M/S S M PANSURIYA & CO. (Firm Registration No. 126729W) Chartered Accountants and Statutory Auditors of the Company have carried out audit of the Financial Statement of the Company for the year ended on 31<sup>st</sup> March, 2020 and have issued an Audit Report with Modified Opinion.

For, Frontline Corporation Limited

  
Managing Director  
DIN-00060418



Place: Ahmedabad

Date 30.07.2020



**Annexure- 1**

**Statement of impact of audit qualification (for audit with modification opinion)**

**Submitted along with annual financial results – (standalone)**

Statement of impact of audit qualifications for the Financial Year ended March 31, 2020 (See Regulation 22/52 of SEBI (Listing Obligation And Disclosure Requirements) (Amendment) Regulation, 2016)				
(Rs in Lakh)				
I	Sr. No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1	Turnover/Total	5164.49	5185.18
	2	Total Expenditure	5263.10	6445.47
	3	Net Profit/(Loss)	-106.29	-1267.96
	4	Earnings Per Share	-1.98	-25.47
	5	Total Assets	6837.52	6858.21
	6	Total Liabilities	6837.52	6858.21
	7	Net Worth	597.39	-564.27
	8	Any other financial item(s) (as felt appropriate by the management)		
II	Audit Qualification (each audit qualification separately)			
1	a. Details of Audit Qualifications	<ol style="list-style-type: none"> <li>Physical possession of Land &amp; Building details of which are given in detailed note of Investment Property assets taken by Punjab &amp; Sind Bank.</li> <li>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</li> </ol>		

		<p>note of Property Plant &amp; Equipments have been symbolically possessed by the bank.</p> <p>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.</p> <p>4. Non Provision of Interest of Rs. 118,236,411/- 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).</p> <p>5. Non provision of interest on loan &amp; advances to M/s. Gateway Commodities (P) Ltd for the current year aggregating to Rs. 20,68,935/-</p>
	b. Type of Audit Qualifications: Qualified Opinion/Disclaimer of Opinion/ Adverse Opinion	Qualified opinion
	c. Frequency of Qualification: Whether appeared first time/ repetitive/ since how long continuing	Since financial year 2013-14
	d. For Audit Qualification(s) whether the impact is quantified by auditor, Management's Views;	<p><u>Reply to para 1</u></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><u>Reply to para 2</u></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</p>

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.

Fairdeal Supplies Ltd, has made a One Time Settlement with UCO Bank and commenced repayment thereof. Fairdeal Supplies Ltd, is also negotiating with J&K Bank for One Time Settlement so that symbolic possession of the properties of the Company can be withdrawn.

Reply to para 3


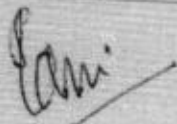

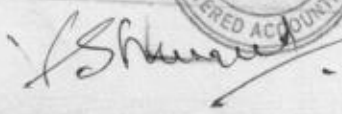
The company has already compounded the contravention of violation of Section 295 of The Companies Act, 1956.

Reply to para 4

The interest provision on NPA bank accounts has not been accounted due to legal dispute between company and lender as Double Bench of Hon'ble Calcutta High Court issued order in favour of the company. The Bank filed a Special Leave Petition against the said order of the Double Bench of Hon'ble Calcutta High Court in Hon'ble Supreme Court. The matter is being heard there at.

Reply to para 5

The Company has recovered substantial amount from the party during the year and negotiation for recovery of interest on loans and advances is under process and company is hopeful for realization of outstanding principal and interest.

e. For Audit Qualification(s) where the impact is not quantified by the auditor:	
(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, reason 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, DRT and Supreme Court.
III Signatories:	
Shri Pawan Kumar Agarwal, Managing Director	
Shri R L Saklani, Chief Financial Officer	
M/S S M PANSURIYA & CO. Firm Registration No. 126729W	
Shri Virendra Sharma, Chairman of Audit Committee	



Place : Ahmedabad

Date : 30.07.2020