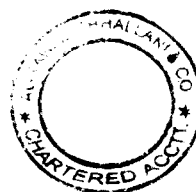


FORM B

(Pursuant to Clause 31(a) of the Listing Agreement)

Covering letter of the Annual Financial Statements to be filed with the stock exchange:

1.	Name of the Company	Jayaswal Neco Industries Limited
2.	Annual Standalone financial statements for the year ended	31 st March, 2015
3.	Type of Audit Qualification	Qualification under paragraph "<i>Basis for Qualified Opinion</i>" of the Independent Auditors' Report dated 29th May, 2015 to the Members of Jayaswal Neco Industries Limited on the Standalone Financial Statement for the year ended 31st March 2015 is reproduced below: <i>"As mentioned in Note No. 12.11 to the standalone financial statements, during the year the Hon'ble Supreme Court of India cancelled 3 coal blocks of the Company and subsequently these blocks have been allotted to different bidders in the E-auction by the Ministry of Coal, Government of India. The Company has filed a writ petition before the Hon'ble Delhi High Court challenging the provision of ordinance & tendering process and no adjustments have been made in the value of these 3 coal mining assets for the reasons mention therein. We were unable to determine whether any adjustment to these amounts were necessary".</i> (Refer Page No. 54 of Annual Report 2014-15)
4.	Frequency of Qualification	Appeared first time in the financial year ended 31 st March 2015
5.	Draw attention to the relevant notes in the annual financial statement and management response to the qualification in the directors report	Note No 12.11 to the Standalone Financial Statement (Refer Page No. 74 of Annual Report 2014-15) 12.11 The Hon'ble Supreme Court of India by its Order dated 24th September, 2014 had cancelled number of coal blocks allotted to various entities which included three coal blocks consisting of one operational coal block at Gare Palma IV/4 – Raigarh, Chhattisgarh and two under development coal blocks at Gare Palma IV/8- Raigarh, Chhattisgarh and Moitra at North Karanpura, Jharkhand allotted to the Company by the Ministry of Coal, Government of India. The Government of India, has issued second Ordinance on 26th December, 2014 for implementing the order of the Hon'ble Supreme Court and fixation of Compensation etc.



		In the E Auction of the Schedule II (Operational) and Schedule III (Under advanced development stage) coal blocks which included the above three coal mines of the Company conducted by the Nominated Authority, Ministry of Coal got awarded to different bidders. As on 31st March, 2015 the Company's Net investment in the value of Mining Assets in the three Coal blocks was Rs. 24461.50 lacs. The Company had also made provision for Rs. 2694.95 lacs for site restoration expenses. The Company had filed a Writ Petition (WP) before the Hon'ble Delhi High Court, challenging the provisions of Ordinance and Tender process. The Hon'ble Delhi High Court was pleased to issue Notice to the Central Government (Union of India) on its WP. Subject to outcome of the WP, no adjustment has been made in the value of the above mentioned mining assets as the value of compensation to be received cannot be determined at this stage. The losses/gains, if any on account of it would be recognised as and when determined. Management response to the Qualification in the directors report Your Directors submit the following explanation to the above comments/qualified opinion of the Auditors: - That the Hon'ble Supreme Court of India by its Order dated 24th September, 2014 had cancelled number of coal blocks allotted to various entities which included three coal blocks of the Company consisting of one operational coal block at Gare Palma IV/4, Raigarh, Chhattisgarh and two under development coal blocks at Gare Palma IV/8, Raigarh, Chhattisgarh and Moitra at North Karanpura, Jharkhand allotted by the Ministry of Coal, Government of India. - That subsequently, the Government of India, issued Second Ordinance on 26th December, 2014 for implementing the order of the Hon'ble Supreme Court and fixation of Compensation etc. - That the above mines of the Company were allotted to other bidders in the e-auction, of the Schedule II (Operational) and Schedule III (Under Advanced Development Stage) of the coal blocks, conducted by the Nominated Authority, Ministry of Coal, Government of India. - That the Company had filed a Writ Petition (WP) before the Hon'ble Delhi High Court, challenging the provisions of above Ordinance and Tender process. The Hon'ble Delhi High Court was pleased to issue Notice to the Central Government (Union of India) on its WP. Subject to outcome of the WP, no
--	--	--



		adjustment was made in the value of the mining assets by the Company as the value of compensation to be received could not be determined at that stage. In the opinion of your Directors the losses/gains, if any on account of transfer of mining assets would be recognized as and when determined. (Refer Page No. 16 of Annual Report 2014-15)
6.	Additional Comment from the Board/Audit Committee	NIL

For and on behalf of Board of Directors


Arbind Jayaswal
Managing Director
DIN 00249864


P.K. Bhardwaj
Executive Director and CFO
DIN 03451077


B.K. Agrawal
Audit Committee Chairman
DIN 01223894

AUDITORS

Refer our Auditor's Report dated 29th May, 2015 on the Standalone Financial statements of the Company.

For Chaturvedi & Shah
Chartered Accountants
Firm Reg. No - 101720 W



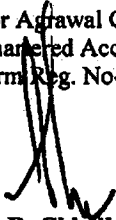
R Koria
Partner
Membership No - 35629

Place: Mumbai

Date:



For Agrawal Chhallani & Co.
Chartered Accountants
Firm Reg. No- 100125W



S. R. Chhallani
Partner
Membership No. - 30154

Place: Nagpur

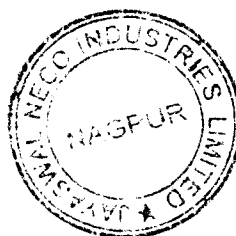


FORM B

(Pursuant to Clause 31(a) of the Listing Agreement)

Covering letter of the Annual Financial Statements to be filed with the stock exchange:

1.	Name of the Company	Jayaswal Neco Industries Limited
2.	Annual Consolidated financial statements for the year ended	31 st March, 2015
3.	Type of Audit Qualification	Qualification under paragraph "<i>Basis of Qualified Opinion</i>" of the Independent Auditor Report dated 29th May, 2015 to the Members of Jayaswal Neco Industries Limited on the Consolidated Financial Statement for the year ended 31st March 2015 is reproduced below <i>"As mentioned in Note No. 12.11 to the consolidated financial statements, during the year the Hon'ble Supreme Court of India cancelled 3 coal blocks of the Holding Company and subsequently these blocks have been allotted to different bidders in the E-auction by the Ministry of Coal, Government of India. The Holding Company has filed a writ petition before the Hon'ble Delhi High Court challenging the provision of ordinance & tendering process and no adjustments have been made in the value of these 3 coal mining assets for the reasons mention therein. We were unable to determine whether any adjustment to these amounts were necessary".</i> (Refer Page No 123 of Annual Report 2014-15)
4.	Frequency of Qualification	Appeared first time in the financial year ended 31 st March 2015
5.	Draw attention to the relevant notes in the annual financial statement and management response to the qualification in the directors report	Note No 12.11 to the Consolidated Financial Statement (Refer Page No. 142 of Annual Report 2014-15) 12.11 The Hon'ble Supreme Court of India by its Order dated 24th September, 2014 had cancelled number of coal blocks allotted to various entities which included three coal blocks consisting of one operational coal block at Gare Palma IV/4 -Raigarh, Chhattisgarh and two under development coal blocks at Gare Palma IV/8- Raigarh, Chhattisgarh and Moitra at North Karanpura, Jharkhand allotted to the Company by the Ministry of Coal, Government of India.



	The Government of India, has issued second Ordinance on 26th December, 2014 for implementing the order of the Hon'ble Supreme Court and fixation of Compensation etc. In the E Auction of the Schedule II (Operational) and Schedule III (Under advanced development stage) coal blocks which included the above three coal mines of the Company conducted by the Nominated Authority, Ministry of Coal got awarded to different bidders. As on 31st March,2015 the Company's Net investment in the value of Mining Assets in the three Coal blocks was Rs. 24461.50 lacs. The Company had also made provision for Rs. 2694.95 lacs for site restoration expenses. The Company had filed a Writ Petition (WP) before the Hon'ble Delhi High Court, challenging the provisions of Ordinance and Tender process. The Hon'ble Delhi High Court was pleased to issue Notice to the Central Government (Union of India) on its WP. Subject to outcome of the WP, no adjustment has been made in the value of the above mentioned mining assets as the value of compensation to be received cannot be determined at this stage. The losses/gains, if any on account of it would be recognised as and when determined. Management response to the Qualification in the directors report Your Directors submit the following explanation to the above comments/qualified opinion of the Auditors: - That the Hon'ble Supreme Court of India by its Order dated 24th September, 2014 had cancelled number of coal blocks allotted to various entities which included three coal blocks of the Company consisting of one operational coal block at Gare Palma IV/4, Raigarh, Chhattisgarh and two under development coal blocks at Gare Palma IV/8, Raigarh, Chhattisgarh and Moitra at North Karanpura, Jharkhand allotted by the Ministry of Coal, Government of India. - That subsequently, the Government of India, issued Second Ordinance on 26th December, 2014 for implementing the order of the Hon'ble Supreme Court and fixation of Compensation etc. - That the above mines of the Company were allotted to other bidders in the e-auction, of the Schedule II (Operational) and Schedule III (Under Advanced Development Stage) of the coal blocks, conducted by the
--	--



		Nominated Authority, Ministry of Coal, Government of India. iv. That the Company had filed a Writ Petition (WP) before the Hon'ble Delhi High Court, challenging the provisions of above Ordinance and Tender process. The Hon'ble Delhi High Court was pleased to issue Notice to the Central Government (Union of India) on its WP. Subject to outcome of the WP, no adjustment was made in the value of the mining assets by the Company as the value of compensation to be received could not be determined at that stage. In the opinion of your Directors the losses/gains, if any on account of transfer of mining assets would be recognized as and when determined. (Refer Page No. 16 of Annual Report 2014-15)
6.	Additional Comment from the Board/Audit Committee	NIL

For and on behalf of Board of Directors

Arbind Jayaswal
Managing Director
DIN 00249864

P.K. Bhardwaj
Executive Director and CFO
DIN 03451077

B.K. Agrawal
Audit Committee Chairman
DIN 01223894

AUDITORS

Refer our Auditor's Report dated 29th May, 2015 on the Consolidated Financial statements of the Company.

For Chaturvedi & Shah
Chartered Accountants
Firm Reg. No - 101720 W

R Koria
Partner
Membership No - 35629

Place: Mumbai

Date:



For Agrawal Chhallani & Co.
Chartered Accountants
Firm Reg. No- 100125W

S. R. Chhallani
Partner
Membership No. - 30154

Place: Nagpur

