

Ref. No. : EIL/SD/CL-31//2015-16/7IX

Date : 7th September, 2015

To,
General Manager (Listing)
BSE Ltd.
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort, Mumbai – 400 001
COMPANY CODE : 526608

To,
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, Bandra – Kurla Complex,
Bandra (East), Mumbai – 400 051
COMPANY CODE : ELECTHERM

Dear Sir,

Subject:- Compliance of Clause 31(a) of the Listing Agreement


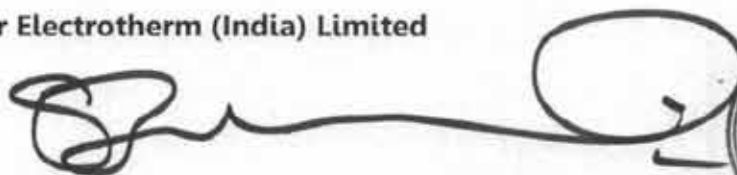
With regard to the above subject and in compliance of Clause 31(a) of the listing agreement, please find enclosed herewith copy of Annual Reports (containing Notice of Annual General Meeting, Directors' Report, Financial Statement of the Company (including Consolidated Financial Statement) of the Company for the year 2014-2015 and Form B - covering letter of the annual audit report to be filed with the Stock Exchanges.

You are requested to please take the same on your record.

Thanking You

Yours Faithfully

For Electrotherm (India) Limited



Shailesh Bhandari
Managing Director
(DIN : 00058866)

Encl. : As Above

ELECTROTHERM (India) Limited

HEAD OFFICE & WORKS:

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Phone: +91-2717-234553 – 7, 660550. Fax: +91-2717-234866
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REGD. OFFICE:

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Satellite, Ahmedabad-380015.
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CIN : L29249GJ1986PLC009126
Email: sec@electrotherm.com

Other Offices: • Angul • Bangalore • Bangladesh • Bellary • Chennai • Coimbatore • Delhi • Ghaziabad • Goa • Hyderabad • Jaipur • Jalna
• Jalandhar • Jamnagar • Jamshedpur • Kanpur • Koderma • Kolhapur • Kolkata • Ludhiana • Mandi Gobindgarh • Mumbai
• Nagpur • Nasik • Panaji • Pune • Raipur • Raigarh • Rajkot • Rourkela • Sambalpur

FORM B

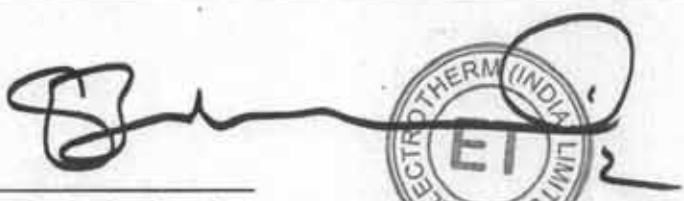





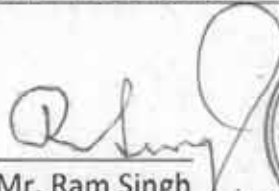

Covering letter of the annual audit report to be filed with the Stock Exchanges

1.	Name of Company	Electrotherm (India) Limited
2.	Annual Financial Statements for the year ended	31 st March, 2015
3.	Type of Audit Qualification	Matter of Emphasis and Qualifications
4.	Frequency of Qualification	It appears since audit report of 2011-2012 (consisting of 18 months)
	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report	<p>Emphasis matters and Qualifications :</p> <ol style="list-style-type: none">1. Note No. 2.27 of the accompanying Standalone Financial Statement in respect of Winding up petitions and recovery cases against the company, Note No. 2.28 of the accompanying Standalone Financial Statement in respect of filing of Reference to BIFR on account of erosion of the net worth of the company and Note No. 2.30 relating pending judgment of Hon'ble Supreme Court, all affecting the going concern's concept of the company.2. Note No. 2.29(a) to (d) of the accompanying Standalone Financial Statements, in respect of non-provision of long disputed advances / claims / liability against the company, on account of the reasons for recovery / realization / settlement as stated in said notes, and the Note No. 2.29(f) of non-provision of interest on NPA accounts of banks of Rs. 933.01 Crores. The exact amounts of the said non provisions are not determined and accounted for by the company.3. Note No. 2.31 of the accompanying Standalone Financial statement in respect (a) writing off of the old balances of advances, Trade Receivables and Inventories (b) assignment of Debts of the some of the Bankers to Edelweiss Asset Reconstruction Company Limited and (c) non provision of diminution in the value of investments in the Subsidiaries and other additional disclosures in relation of Standalone Financial statements of the company.

		<p>4. Note No. 2.39 of the accompanying Standalone Financial statements in respect of third party balance confirmations, its classification in respect of nature of realization of the amount and provision thereof.</p> <p>5. Note No. 1 of Note No. 2.09 of the accompanying Standalone Financial statements in respect of change in the method of depreciation on account of introduction of Schedule II of the Companies Act, 2013.</p> <p>Management Response :</p> <p>There are matter of emphasis and qualification in the Auditors' Report for the year ended on 31st March, 2015. The Board of Directors of the company would like to clarify/explain the same as under:</p> <p>1. With regard to Note No. 2.27 in respect of the winding up petitions and recovery cases against the Company, the same has been contested by the Company before the relevant statutory authorities including Courts/Tribunals and hence in opinion of the Board, the said legal cases would not affect the going concern concept of the Company.</p> <p>2. With regard to Note No. 2.28 in respect of filing of Reference to BIFR on account of erosion of the net worth of the Company, the Board submits that as per CDR directives as described in Letter of Approval under the head of "critical conditions" and since the network of the Company is fully eroded, the company has filed reference to BIFR on February 28, 2014 and the same has been registered on June 27, 2014 as Case No. 29/2014 and the same would not affect the going concern concept of the Company.</p> <p>3. With regard to Note No. 2.30 relating to pending judgment of Hon'ble Supreme Court, the said note is self-explanatory and in the opinion of the Board, the same would not affect the going concern concept of the Company.</p> <p>4. With regard to Note No. 2.29(a) to (d) in respect of non-provision of long disputed advances / claims /</p>
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		the useful lives of its fixed assets and has computed depreciation according to the provisions of Schedule II of the Companies Act, 2013.
	Additional comments from the Board/Audit committee chair	No additional comments offered.
5.	CEO / Managing Director	  Mr. Shailesh Bhandari (DIN : 00058866)
	CFO	  Mr. Pawan Gaur
	Auditor of the Company	For Mehta Lodha & Co. Firm Registration No. 106250W Chartered Accountants   Prakash D. Shah Partner (Membership No. 34363)
	Audit Committee Chairman	  Mr. Ram Singh (DIN : 00059026)