DORR-OLIVER
HINDUSTAN DORR-OLIVER LIMITED

June 01, 2016

The National Stock Exchange of India Ltd.
Exchange Plaza, Bandra kurla Complex
Bandra (East)
Mumbai – 400 051

The Bombay Stock Exchange Ltd.
Pheroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400 001

Dear Sirs,

Scrip Code: NSE: HINDDORROL ; BSE: 509627

Ref: **Audited Financial Results for the year ended 31st March, 2016**

* * *

In compliance with Regulation 33 & 30 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, we are enclosing herewith statement containing the Audited Financial Results (both standalone and consolidated) for the 4th quarter and financial year ended 31st March, 2016 which have been reviewed by the Audit Committee and approved by the Board at their respective meetings held on 30th May, 2016 along with the Audit Report and its attachments.

Please take the same on record.

Thanking you,

Yours faithfully,
For Hindustan Dorr-Oliver Limited

S.C. Sekaran

HINDUSTAN DORR-OLIVER LIMITED MUMBAI

(S C Sekaran)
Executive Director

Encl: As above

HINDUSTAN DORR-OLIVER LIMITED

Regd. Office: Dorr-Oliver House, Chakala, Andheri (E) Mumbai- 400 099

Website : www.hdo.in, Email : hdoho@hdo.in

CIN : L74210MH1974PLC017644

AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2016

PART I

(R in Lacs)

STATEMENTS OF AUDITED FINANCIAL RESULTS

S.No.	Particulars (Refer notes below)	(Unaudited) Quarter ended			(Audited) Year ended	
		March 31, 2016 Refer note 4	December 31, 2015	March 31, 2015 Refer note 4	March 31, 2016	March 31, 2015
1	**Income from operations**					
	a. Net Income from operations (net of excise duty)	**6,932**	**3,981**	**2,670**	**20,488**	**34,658**
	i. From Erection Procurement & Construction	6,932	3,981	2,202	14,438	11,850
	ii. From Finished Goods	-	-	467	6,050	22,807
	b. Other Operating Income	-	21	46	50	172
	Total income from operations (Net)	**6932**	**4002**	**2716**	**20538**	**34830**
2	**Total Expenditure**	**7,316**	**4720**	**30,481**	**23,842**	**71,532**
	a. Cost of materials/services	6,099	3,926	5,406	13,713	19,500
	b. Purchase of stock in trade	-	-	501	6,039	22,835
	c. (Increase) / Decrease in inventories	-	-	248	-	314
	d. Employee benefits expense	368	436	534	1,773	2,371
	e. Depreciation and amortisation expense	14	15	43	60	116
	f. Provision for doubtful debt	269	-	11,989	349	11,989
	g. Provision for foreseeable losses	212	-	11,427	212	11,427
	h. Other expenses	353	343	331	1,695	2,981
3	**Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)**	**(384)**	**(718)**	**(27,764)**	**(3,304)**	**(36,701)**
4	Other Income	91	93	315	392	1,568
5	**Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)**	**(293)**	**(625)**	**(27,449)**	**(2,912)**	**(35,133)**
6	Finance Costs	3,399	3,239	3,484	13,278	11,055
7	**Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)**	**(3,692)**	**(3,864)**	**(30,933)**	**(16,190)**	**(46,188)**
8	Exceptional items / Prior year adjustments	-	-	20,112	-	20,112
9	**Profit / (Loss) from ordinary activities before tax (7-8)**	**(3,692)**	**(3,864)**	**(51,045)**	**(16,190)**	**(66,300)**
10	**Tax Expenses**	135	-	119	136	11,016
	- Provision for Tax	-	-	18	-	18
	- Current Tax (in respect of earlier year)	135	-	0	136	3
	- Deferred Tax	-	-	-	-	
	- Deferred Tax adjustments of prior years	-	-	101	-	10,995
11	**Net Profit/ (Loss) from ordinary activities after tax (9-10)**	**(3,827)**	**(3,864)**	**(51,164)**	**(16,326)**	**(77,316)**
12	Extraordinary items (net of tax Rs. NIL Lacs)	-	-	-	-	-
13	**Net Profit/ (Loss) for the period (11-12)**	**(3,827)**	**(3,864)**	**(51,164)**	**(16,326)**	**(77,316)**
14	Paid up equity share capital	1,440	1,440	1,440	1,440	1,440
	Face value (Rs.)	2	2	2	2	2
15	Reserves excluding revaluation reserve (as per Balance Sheet of Previous Accounting Year)	-	-	-	(98,484)	(82,158)
16	Earnings per share (EPS) before extraordinary items					
	a. Basic (Rs.)	(5.32)	(5.37)	(71.05)	(22.67)	(107.37)
	b. Diluted (Rs.)	(5.32)	(5.37)	(71.05)	(22.67)	(107.37)
17	Earnings per Share (EPS) after extraordinary items					
	a. Basic (Rs.)	(5.32)	(5.37)	(71.05)	(22.67)	(107.37)
	b. Diluted (Rs.)	(5.32)	(5.37)	(71.05)	(22.67)	(107.37)

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

HINDUSTAN DORR-OLIVER LIMITED

Regd. Office: Dorr-Oliver House, Chakala, Andheri (E) Mumbai- 400 099

Website : www.hdo.in, Email : hdaho@hdo.in

CIN : L74210MH1974PLC017644

AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2016

PART II

AUDITED SEGMENT INFORMATION FOR THE QUARTER AND YEAR ENDED MARCH 31, 2016

S.No.	Particulars	Quarter ended			Year ended	
		March 31,2016 (Unaudited)	December 31,2015 (Unaudited)	March 31,2015 (Unaudited)	March 31,2016 (Audited)	March 31,2015 (Audited)
1	**Segment Revenue**					
	i. Erection Procurement & Construction	6,932	4,002	2,249	14,488	12,023
	ii. Finished Goods	-		467	6,050	22,807
	Gross Turnover	6,932	4,002	2,716	20,538	34,830
	Less : Excise Duty / Service Tax Recovered		-			
	Net Turnover	6,932	4,002	2,716	20,538	34,830
2	**Segment Results**					
	i. Erection Procurement & Construction	(384)	(718)	(27,990)	(3,315)	(36,126)
	ii. Finished Goods			226	11	(575)
	Total Segment Profit before Intrest and Tax	(384)	(718)	(27,764)	(3,304)	(36,701)
	a. Interest Expenses	3,399	3,239	3,464	13,278	11,059
	b. Interest Income	(2)	(2)	(27)	(6)	(27)
	c. Other Un-allocable Income (Net of Expenditure)	89	91	288	386	1,541
	Profit/(Loss) before tax	(3,692)	(3,864)	(30,933)	(16,190)	(46,188)
	Exceptional items/ Prior year adjustments	-	-	20,112	-	20,112
	Profit/(Loss) before tax	(3,692)	(3,864)	(51,045)	(16,190)	(66,300)
3	**CAPITAL EMPLOYED**					
	(Segment Assets - Segment Liabilities)					
	i. Erection Procurement & Construction	(93,499)	(77,819)	(60,843)	(93,499)	(60,843)
	ii. Finished goods	(1,662)	(1,662)	(1,540)	(1,662)	(1,540)
	Total Capital Employed	(95,161)	(79,481)	(62,383)	(95,161)	(62,383)

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

A. C. Odhar

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AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2016

STATEMENT OF ASSETS & LIABILITIES

S.No.		Particulars	Year ended March 31, 2016 (Audited)	Year ended March 31, 2015 (Audited)
I		EQUITY AND LIABILITIES		
1		Shareholders' Funds		
	a	Share Capital	1,440	1,440
	b	Reserves and Surplus	(89,427)	(73,101)
		Total - Shareholders' Funds	(87,987)	(71,661)
2		Non-Current Liabilities		
	a	Long-term borrowings	1,883	18,335
	b	Deferred tax liabilities (net)		
	c	Long-term provisions	122	135
		Total - Non Current Liabilities	2,005	18,470
3		Current Liabilities		
	a	Short-term borrowings	32,012	54,340
	b	Trade payables	36,974	34,629
	c	Other current liabilities	88,898	29,603
	d	Short-term provisions	6,634	11,497
		Total - Current Liabilities	164,518	130,069
		Total - EQUITY AND LIABILITIES	78,535	76,878
II.		ASSETS		
1		Non-Current Assets		
	a	Fixed assets	11,068	11,125
	b	Goodwill on Consolidation	-	
	c	Non-current investments	15,386	15,386
	d	Deferred tax assets (net)	-	-
	e	Long-term loans and advances	1,231	1,637
	f	Other non-current assets	7,805	8,496
		Total - Non Current Assets	35,490	36,644
2		Current Assets		
	a	Inventories	-	-
	b	Trade receivables	13,097	11,413
	c	Cash and bank balances	269	361
	d	Short-term loans and advances	9,626	10,542
	e	Other current assets	20,053	17,918
		Total - Current Assets	43,045	40,234
		Total - ASSETS	78,535	76,878

Notes

1. The above audited results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on May 30, 2016.

2. The statutory auditors have qualified their opinion in respect of the following matters

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

CHATURVEDI & PARTNERS
Chartered Accountants
212A, Chiranjiv Tower, 43 Nehru Place, New Delhi-110019
Phone : 011-46654665 Fax : 011-46654655
Email : delhi@chaturvedica.com

Auditor's Report on standalone Financial Results of **HINDUSTAN DORR-OLIVER LIMITED** ("the Company") for year ended on March 31, 2016 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To Board of Directors of HINDUSTAN DORR-OLIVER LIMITED

1. We have audited the accompanying standalone financial results ("the statement") of **HINDUSTAN DORR-OLIVER LIMITED** for the year ended on March 31, 2016 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement, which is the responsibility of the company's management and approved by the Board of Directors has been prepared on the basis of related financial statements which is in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. Our responsibility is to express an opinion on the statement.

2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our qualified opinion.

3. Note 2(a) in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein. The accumulated losses of the Company as at March 31, 2016 amounting to Rs. 1,10,432lacs have exceeded its net worth. Further, the Company's current liabilities exceed current assets by Rs. 1,21,473 lacs. The Company has obligations towards borrowings aggregating to Rs. 97,044 lacs which include working capital loan and outstanding letters of credit/bill discounting from banks. The Company has obligations pertaining to operations including unpaid creditors and statutory dues, these matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations notwithstanding the current level of low operating activities. This indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The statement does not include any adjustment in this respect.

4. Note 2(b) to the financial statements in connection with the existence of material uncertainties over the realisability of bank guarantees encashed by customers, unbilled revenue, trade receivables and withheld amount aggregating to Rs. 5,386 lacs, which are subject matters of various negotiations with the customers.Further, Bank Guarantee to the tune of Rs. 5,267 lacs was encashed subsequent to this year end. year. The management of the Company is confident of positive outcome of the negotiations and recovering the aforesaid dues. In view of pending-certification of bills/slow progress/termination of these projects and lack of other alternate audit evidence to corroborate management's assessment of recoverability of these balances, we are unable to comment on the extent to which these balances are recoverable.

5. Note 2(c) in respect of invocation of corporate guarantees of Rs.14,118 lacs and initiation of recovery actions against the company in respect of such guarantees extended / executed for its one subsidiary in favour of the lenders. No provision has been made in the accounts for such possible loss.

CHATURVEDI & PARTNERS
CHARTERED ACCOUNTANTS

6. Note 2 (d) to the statement regarding investments and advances in its Indian subsidiary having book value aggregating to Rs. 15,380 lacs and Rs. 500 lacs respectively as at March 31, 2016, which were carried at fair value. In absence of valuation of investments in the subsidiary, we are unable to comment whether any provision for diminution/bad debts in the value of investment/advances is required.

7. Note 2 (e) to the Financial Statements in respect of certain projects wherein the Management of the Company has considered trade receivable aggregating to Rs.5,762 lacs and unbilled revenue amounting to Rs. 8,673 lacs, as good and fully recoverable for the reasons stated therein.

8. Note 2(f) to the financial statement wherein one lender has initiated recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in respect of outstanding loan aggregating to Rs.57,832 lacs. The Bank has however demanded Rs. 65,450 lacs. The differenceof Rs. 7,618 lacsbeing penal and other charges, the company has not provided for the same for the reason stated therein.

9. Note 2(g) to the statement, in respect of trade receivables, mobilization advances, retention money, trade payables and certain bank balances, external confirmations of the balances are not available. Due to non-availability of confirmation of balances, we are unable to quantify the impact, if any, arising from the confirmation of balances.

10. Note 2(h) to the statement, wherein the Company has not received confirmation from one of the lender having outstanding of Rs. 15,201 lacs (including Interest accrued of Rs. 2,764lacs) as at March 31, 2016. Due to non-availability of confirmation of balances, we are unable to quantify the impact, if any, arising from the confirmation of balances.

11. 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 under 4 and 7 and possible effects of the matter described under 3, 5,6,8,9 and 10 above, these quarterly financial results as well as the year to date results:

    i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

    ii. give a true and fair view of the netloss and other financial information for the quarter and year ended on March 31, 2016.

12. Attention is invited to Note 3 of the statement in respect of pending winding up petitions against the company and the matter is subjudice and our report is not qualified in respect of this matter.

13. The quarterly standalone financial results are the derived figures between the audited figures for the year ended March 31, 2016 and the published year to date figures upto December 31, 2015, being the date of the end of third quarter of the current financial year, which were subject to limited review.

ForCHATURVEDI & PARTNERS
Chartered Accountants
Firm Registration No. 307068E

RAVINDRA NATH CHATURVEDI
Partner
Membership No. 092087

Hyderabad
May 30, 2016

CHATURVEDI & PARTNERS
CHARTERED ACCOUNTANTS

ANNEXURE I
HINDUSTAN DORR-OLIVER LIMITED

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results -

	Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016 [See Regulation 33 of the SEBI (LODR), (Amendment, Regulations, 2016)			
I.	Sl. No.	Particulars	**Audited Figures** (as reported before adjusting for qualifications) Rs. in Lakhs	**Adjusted Figures** (audited figures after adjusting for qualifications) (Rs. in lakhs)
	1.	Turnover / Total income	20,930	20,930
	2.	Total Expenditure	37,120	57,077
	3.	Net Profit/(Loss)	(16,326)	(36,147)
	4.	Earnings Per Share (after exceptional item)	(22.67)	(72.25)
	5.	Total Assets	78,535	58,714
	6.	Total Liabilities	78,535	58,714
	7.	Net Worth	(97,043.91)	(116,864.91)
	8.	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil
II.	**Audit Qualification:**			

a. **Details of Audit Qualification:**

1. Note 2(a) in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein. The accumulated losses of the Company as at March 31, 2016 amounting to Rs. 1,10,432 lacs have exceeded its net worth. Further, the Company's current liabilities exceed current assets by Rs. 1,21,473 lacs. The Company has obligations towards borrowings aggregating to Rs. 97,044 lacs which include working capital loan and outstanding letters of credit/bill discounting from banks. The Company has obligations pertaining to operations including unpaid creditors and statutory dues, these matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations notwithstanding the current level of low operating activities. This indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The statement does not include any adjustment in this respect.

2. Note 2(b) to the financial statements in connection with the existence of material uncertainties over the realisability of bank guarantees encashed by customers, unbilled revenue, trade receivables and withheld amount aggregating to Rs. 5,386 lacs, which are subject matters of various negotiations with the customers. Further, Bank Guarantee to the tune of Rs. 5,267 lacs was encashed subsequent to this year end. year. The management of the Company is confident of positive outcome of the negotiations and recovering the aforesaid dues. In view of pending-certification of bills/slow progress/termination of these projects and lack of other alternate audit evidence to corroborate management's assessment of recoverability of these balances, we are unable to comment on the extent to which these balances are recoverable.

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

3. Note 2(c) in respect of invocation of corporate guarantees of Rs.14,118 lacs and initiation of recovery actions against the company in respect of such guarantees extended / executed for its one subsidiary in favour of the lenders. No provision has been made in the accounts for such possible loss.
4. Note 2 (d) to the statement regarding investments and advances in its Indian subsidiary having book value aggregating to Rs. 15,380 lacs and Rs. 500 lacs respectively as at March 31, 2016, which were carried at fair value. In absence of valuation of investments in the subsidiary, we are unable to comment whether any provision for diminution/bad debts in the value of investment/advances is required.
5. Note 2 (e) to the Financial Statements in respect of certain projects wherein the Management of the Company has considered trade receivable aggregating to Rs. 5,762 lacs and unbilled revenue amounting to Rs. 8,673 lacs, as good and fully recoverable for the reasons stated therein.

6. Note 2(f) to the financial statement wherein one lender has initiated recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in respect of outstanding loan aggregating to Rs. 57,832 lacs. The Bank has however demanded Rs. 65,450 lacs. The difference of Rs. 7,618 lacs being penal and other charges, the company has not provided for the same for the reason stated therein.

7. Note 2(g) to the statement, in respect of trade receivables, mobilization advances, retention money, trade payables and certain bank balances, external confirmations of the balances are not available. Due to non-availability of confirmation of balances, we are unable to quantify the impact, if any, arising from the confirmation of balances.

8. Note 2(h) to the statement, wherein the Company has not received confirmation from one of the lender having outstanding of Rs. 15,201 lacs (including Interest accrued of Rs. 2,764 lacs) as at March 31, 2016. Due to non-availability of confirmation of balances, we are unable to quantify the impact, if any, arising from the confirmation of balances.

b. **Type of Audit Qualification :** Qualified Opinion

c. **Frequency of qualification:** repetitive

d. **For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:**

In respect of audit qualification no 2 as appearing above, The management of the Company is confident of positive outcome of the negotiations and recovering the aforesaid dues.

In respect of audit qualification no 5 as appearing above, The management of the Company is in continuous engagement with respective contractee/clients including initiation of legal proceedings confident of positive outcome of the negotiations and recovering the aforesaid dues.

e. **For Audit Qualification(s) where the impact is not quantified by the auditor:** **Not Applicable**

(i) **Management's estimation on the impact of audit qualification:**

(ii) **If management is unable to estimate the impact, reasons for the same:**

In respect of audit qualification no 1, The group is confident of implementing the business plan and meeting its obligations in due course of time. Accordingly financial statements have been prepared as a Going Concern.

In respect of audit qualification no 3 as appearing above, the management is in engagement with the lender to resolve the matter and the respective liability is appearing in the books of subsidiary Company.

In respect of audit qualification no 4 Considering the long term investment, no provision for diminution/bad debts in value of investment/advances is

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

considered necessary by the management.

In respect of audit qualification no 6, the company is in process of reconciling the difference.

In respect of audit qualification no 7&8, the management is of the opinion that these accounts will not require any material adjustment upon receipt of balance confirmation.

(iii) Auditors' Comments on (i) or (ii) above: Nil

III. **Signatories** :

CEO/Managing Director

CFO

Audit Committee Chairman

Statutory Auditor

CHATURVEDI & PARTNERS
Chartered Accountants
FRN 307068E

RAVINDRA NATH CHATURVEDI
Partner
Membership No. 092087

Place : Hyderabad

Date: 30-05-2016

HINDUSTAN DORR-OLIVER LIMITED MUMBAI

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

HINDUSTAN DORR-OLIVER LIMITED

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CIN : L74210MH1974PLC017644

AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2016

a. During the quarter and year ended March 31, 2016, the Company has incurred a Net Loss of Rs. 3,827 lacs and Rs.16,326 lacs respectively (previous year Rs. 77,316 lacs as at March 31, 2015) resulting in to accumulated losses of Rs. 1,10,432 lacs (previous year Rs. 94,106 lacs as at March 31, 2015) and erosion of its net worth. The Company has obligations towards borrowings aggregating to Rs.97,044 lacs (previous year Rs. 84,558 lacs as at March 31, 2015) which includes working capital loan from banks of Rs. 28,163 lacs (previous year Rs. 43,766 lacs as at March 31, 2015) , outstanding letters of credit/bill discounting from banks of Rs. 3,649 lacs (previous year Rs. 10,574 lacs as at March 31, 2015) and current maturities of long term debts of Rs. 63,149 lacs(previous year Rs. 11,882 lacs as at March 31, 2015) falling due over next twelve months period, obligations pertaining to operations including unpaid creditors and statutory dues as at March 31, 2016. These matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations notwithstanding the current level of low operating activities. The Company has been unable to obtain financing for this purpose. The situation indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The statements does not include any adjustment in this respect.

b. In respect of certain customer, the company has initiated discussion with the customer related to encashment of bank guarantee by the client. The trade receivables, retention, withheld money, unbilled revenue and other current assets from such customers as at March 31, 2016 aggregates to Rs.5,386 lacs.Further, Bank Guarantee to the tune of Rs. 5267 lacs was further encashed in the subsequent year. The Management is confident that the outcome of the negotiation will be favorable and no provision is considered necessary at this stage.

c. In respect of invocation of corporate guarantees of Rs.14118 lacs and initiation of recovery actions against the company in respect of such guarantees extended / executed for its one subsidiary in favour of the lenders, the management is in engagement with the lender to resolve the matter and the respective liability is appearing in the books of subsidiary Company.

d. Investment and advance in its indian subsidiary having book value aggregating to Rs. 15,380 lacs and Rs. 500 lacs respectively as at March 31, 2016 (previous year investment aggregating to Rs.15,380 lacs as at March 31, 2015) having negative networth, are carried at fair value. Considering a long term investment, no provision for diminution/bad debts in value of investment/advances is considered necessary by the management.

e. Over due trade receiveable and unbilled revenue as at March 31, 2016, aggregating to Rs. 5,762 lacs and Rs. 8,673 lacs (previous year Rs. 5,349 lacs and Rs. 8,396 lacs as at March 31, 2015) have been considered good and receivable by the management.

f. One lender has initiated recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in respect of outstanding loan of aggregating to Rs. 57,832 lacs. The Bank has however demanded Rs. 65,450 lacs. The difference of Rs. 7,618 lacs being penal and other charges, the company has not provided for the same as they are in the process of reconciliation of the difference amount as stated above.

g. In respect of trade receivables, mobilization advances, retention money, trade payables and certain bank balances, external confirmations of the balances are not available. The management is of the opinion that these accounts will not require any material adjustments.

h. The Company has not received confirmation from one of the lender having outstanding of Rs. 15201 lacs (including interest accrued of Rs. 2764 lacs) as at March 31, 2016.

3. Certain creditors have filed winding up petitions against the Company under section 433 and 439 of The Companies Act, 1956 before the Hon'ble High Court of Mumbai.The Company is taking necessary steps including singing of Memorandum of Understandings and or filing the consent terms in the High court with the Creditors for withdrawal of such petitions.The matter is sub judice and the out come of which is subject to the company fulfilling the payment conditions of Memorandum of understandings/consent terms.

4. The figures for the quarter ended March 31, 2016 are the derived figures between the audited figures for the year ended March 31, 2016 and the published year to date figures upto December 31, 2015 being the date of the end of third quarter of the current financial year, which were subject to limited review. The corresponding figures for the previous year quarter ended March 31, 2015 are the derived figures between the audited figures for the previous year ended March 31, 2015 and the published year to date figures upto December 31, 2014 being the date of the end of third quarter of the corresponding previous financial year, which were subject to limited review.

5. Previous period figures have been regrouped / re-classified in order to confirm to the current period figures.

For HINDUSTAN DORR-OLIVER LIMITED

S.C. Sekaran

Executive Director

DIN-00334115

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

Place: Hyderabad

Date : May 30, 2016

HINDUSTAN DORR-OLIVER LIMITED

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Website : www.hdo.in, Email : hsoho@hdo.in

CIN : L74210MH1974PLC017644

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2016

PART I

(₹ in Lacs)

S.No.	STATEMENTS OF AUDITED FINANCIAL RESULTS Particulars (Refer notes below)	Consolidated March 31, 2016 Audited	 March 31, 2015 Audited
1	**Income from operations**		
	a. Net Income from operations (net of excise duty)		
	i. From Erection Procurement & Construction	24,632	37,594
	ii. From Finished Goods	18,582	14,786
		6,050	22,807
	b. Other Operating Income	185	315
	Total income from operations (Net)	24617	37909
2	**Total Expenditure**		
	a Cost of materials/services	28,861	76,142
	b Purchase of stock in trade	15,250	23,469
	c (Increase) / Decrease in inventories	6,039	22,035
	d Employee benefits expense	1,888	(677)
	e Depreciation and amortisation expense	2,563	3,261
	f Provision for doubtful debt	506	577
	g Provision for foreseeable losses	349	11,989
	h Other expenses	212	11,427
3	**Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)**	2,054	3,260
4	Other Income	(4,045)	(38,233)
5	**Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)**	395	1,718
6	Finance Costs	(3,650)	(36,515)
7	**Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)**	15,475	12,917
8	Exceptional items / Prior year adjustments	(19,125)	(49,432)
9	**Profit / (Loss) from ordinary activities before tax (7-8)**	-	20,112
10	**Tax Expenses**	(19,125)	(69,544)
	- Provision for Tax	136	11,016
	- Current Tax (in respect of earlier year)	-	18
	- Deferred Tax	136	3
	- Deferred Tax adjustments of prior years	-	10,995
11	**Net Profit/ (Loss) from ordinary activities after tax (9-10)**	(19,261)	(80,560)
12	Extraordinary items (net of tax Rs. NIL Lacs)	-	-
13	**Net Profit/ (Loss) for the period (11-12)**	(19,261)	(80,560)
14	Paid up equity share capital	1,440	1,440
	Face value (Rs.)	2	2
15	Reserves excluding revaluation reserve (as per Balance Sheet of Previous Accounting Year)	(93,817)	(74,556)
16	Earnings per share (EPS) before extraordinary items		
	a Basic (Rs.)	(26.75)	(111.88)
	b Diluted (Rs.)	(26.75)	(111.88)
17	Earnings per Share (EPS) after extraordinary items		
	a Basic (Rs.)	(26.75)	(111.88)
	b Diluted (Rs.)	(26.75)	(111.88)

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

A.C. Sahasa

HINDUSTAN DORR-OLIVER LIMITED

Regd. Office: Dorr-Oliver House, Chakala, Andheri (E) Mumbai- 400 099

Website : www.hdo.in, Email : hdoho@hdo.in

CIN : L74210MH1974PLC017644

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2016

Debt equity ratio

PART II

AUDITED SEGMENT INFORMATION FOR THE YEAR ENDED MARCH 31, 2016

S.No.	Particulars	Consolidated	
		Year ended March 31,2016 (Audited)	Year ended March 31,2015 (Audited)
1	**Segment Revenue**		
	i. Erection Procurement & Construction	18,767	15,102
	ii. Finished Goods	6,050	22,807
	Gross Turnover	24,817	37,909
	Less : Excise Duty / Service Tax Recovered		
	Net Turnover	24,817	37,909
2	**Segment Results**		
	i. Erection Procurement & Construction	(4,056)	(37,658)
	ii. Finished Goods	11	(575)
	Total Segment Profit before Intrest and Tax	(4,045)	(38,233)
	a Interest Expenses	15,475	12,917
	b Interest Income	(6)	(29)
	c Other Un-allocable Income (Net of Expenditure)	388	1,889
	Profit/(Loss) before tax	(19,126)	(49,432)
	Exceptional items/ Prior year adjustments		20,112
	Profit/(Loss) before tax	(19,126)	(69,544)
3	**CAPITAL EMPLOYED**		
	(Segment Assets - Segment Liabilities)		
	i. Erection Procurement & Construction	(100,733)	(61,368)
	ii. Finished goods	(1,662)	(1,540)
	Total Capital Employed	(102,395)	(62,908)

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

A. C. Schwan

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Regd. Office: Dorr-Oliver House, Chakala, Andheri (E) Mumbai- 400 099

Website : www.hdo.in, Email : hdoho@hdo.in

CIN : L74210MH1974PLC017644

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2016

STATEMENT OF ASSETS & LIABILITIES

S.No.		Particulars	Consolidated	
			March 31, 2016 (Audited)	March 31, 2015 (Audited)
I		EQUITY AND LIABILITIES		
1		Shareholders' Funds		
	a	Share Capital	1,440	1,440
	b	Reserves and Surplus	(84,761)	(65,499)
		Total - Shareholders' Funds	(83,321)	(64,059)
2		Non-Current Liabilities		
	a	Long-term borrowings	2,952	23,178
	b.	Deferred tax liabilities (net)		
	c	Long-term provisions	183	194
		Total - Non Current Liabilities	3,135	23,372
3		Current Liabilities		
	a	Short-term borrowings	38,323	65,092
	b	Trade payables	38,174	37,701
	c	Other current liabilities	104,642	33,807
	d	Short-term provisions	6,859	11,526
		Total - Current Liabilities	185,798	148,226
		Total - EQUITY AND LIABILITIES	105,612	107,539
II.		ASSETS		
1		Non-Current Assets		
	a	Fixed assets	23,485	23,980
	b.	Goodwill on Consolidation	12,900	12,900
	c	Non-current investments	5	5
	d	Deferred tax assets (net)	546	546
	e	Long-term loans and advances	759	1,189
	f	Other non-current assets	8,631	9,320
		Total - Non Current Assets	46,326	47,948
2		Current Assets		
	a	Inventories	5,040	7,252
	b	Trade receivables	21,853	20,410
	c	Cash and bank balances	292	612
	d	Short-term loans and advances	12,043	13,199
	e	Other current assets	20,053	17,919
		Total - Current Assets	59,286	59,591
		Total - ASSETS	105,612	107,539

Notes

1 The above audited results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on May 30, 2016.

2 The statutory auditors have qualified their opinion in respect of the following matters :

In respect of the Company

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

A. C. Schlan

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2016

a. During the quarter and year ended March 31, 2016, the Company has incurred a Net Loss of Rs. 3,827 lacs and Rs 16,326 lacs respectively (previous year Rs. 77,316 lacs as at March 31, 2015) resulting in to accumulated losses of Rs. 1,10,432 lacs (previous year Rs. 94,106 lacs as at March 31, 2015) and erosion of its net worth. The Company has obligations towards borrowings aggregating to Rs.97,044 lacs (previous year Rs. 84,558 lacs as at March 31, 2015) which includes working capital loan from banks of Rs. 28,163 lacs (previous year Rs. 43,766 lacs as at March 31, 2015) , outstanding letters of credit/bill discounting from banks of Rs. 3,849 lacs (previous year Rs. 10,574 lacs as at March 31, 2015) and current maturities of long term debts of Rs. 63,149 lacs(previous year Rs. 11,882 lacs as at March 31, 2015) falling due over next twelve months period, obligations pertaining to operations including unpaid creditors and statutory dues as at March 31, 2016. These matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations notwithstanding the current level of low operating activities. The Company has been unable to obtain financing for this purpose. The situation indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The statements does not include any adjustment in this respect.

b. In respect of certain customer, the company has initiated discussion with the customer related to encashment of bank guarantee by the client. The trade receivables, retention, withheld money, unbilled revenue and other current assets from such customers as at March 31, 2016 aggregates to Rs.5,386 lacs. Further, Bank Guarantee to the tune of Rs. 5267 lacs was further encashed in the subsequent year. The Management is confident that the outcome of the negotiation will be favorable and no provision is considered necessary at this stage.

c. In respect of invocation of corporate guarantees of Rs.14118 lacs and initiation of recovery actions against the company in respect of such guarantees extended / executed for its one subsidiary in favour of the lenders.

d. Considering the investment in a subsidiary as a long term investment, provision for impairment of goodwill, aggregating to Rs. 12900 lacs arising on consolidation of a subsidiary, whose net worth is eroded as at March 31, 2016 not considered necessary by the management.

e. Over due trade receivable and unbilled revenue as at March 31, 2016, aggregating to Rs. 5,762 lacs and Rs. 8,623 lacs (previous year Rs. 5,149 lacs and Rs. 8,396 lacs as at March 31, 2015) have been considered good and receivable by the management.

f. One lender has initiated recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in respect of outstanding loan of aggregating to Rs 57,832 lacs. The Bank has however demanded Rs. 65,450 lacs. The difference of Rs. 7,618 lacs being penal and other charges, the company has not provided for the same as they are in the process of reconciliation of the difference amount as stated above.

g. In respect of trade receivables, mobilization advances, retention money, trade payables and certain bank balances, external confirmations of the balances are not available. The management is of the opinion that these accounts will not require any material adjustments.

h. The Company has not received confirmation from one of the lender having outstanding of Rs. 15201 lacs (including interest accrued of Rs. 2764 lacs) as at March 31, 2016.

In respect of HDO Technologies Limited (subsidiary) of the Company

i. During the year ended March 31, 2016, the Company has incurred a Net Loss of Rs. 2,935 lacs (previous year Rs. 3,244 lacs as at March 31, 2015) resulting in to accumulated losses of Rs. 6,302 lacs (previous year Rs. lacs as at March 31, 2015) and erosion of its net worth. The Company has obligations towards borrowings aggregating to Rs.10,472 lacs (previous year Rs. 16,603 lacs as at March 31, 2015) which includes working capital loan from banks of Rs. 4,311 lacs (previous year Rs. 8752 lacs as at March 31, 2015) , outstanding letters of credit/bill discounting from banks of Rs nil (previous year Rs. 2,000 lacs as at March 31, 2015) and current maturities of long term debts of Rs. 498 lacs(previous year Rs. 1,008 lacs as at March 31, 2015) falling due over next twelve months period, obligations pertaining to operations including unpaid creditors and statutory dues as at March 31, 2016. These matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations notwithstanding the current level of low operating activities. The Company has been unable to obtain financing for this purpose. The situation indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The statements does not include any adjustment in this respect.

j. The company has not provided deferred tax assets,on business losses,aggregating to Rs. 95.71 million which have been recognised on the basis of plan prepared by the management. The management believes that,growth in operations of the company will result into increase in its revenue and profitability and consequently sufficient future taxable income will be available against which such deferred tax assets can be realized.

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

J. C. Sohoni

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2016

k Trade receiveable as at March 31, 2016 include Rs. 6,127 lacs (previous year Rs. 5,765 lacs as at March 31, 2015) outstanding for a long period. The company is in the engagement with the customers for realization of dues. In the opinion of the management the receivables are good and fully recoverable.

l In respect of invocation of corporate guarantees of Rs. 65,450 lacs and initiation of recovery actions against the company in respect of such guarantees extended / executed for its holding company in favour of the lender.

m One lender has initiated recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in respect of outstanding loan of aggregating to Rs. 12,518 lacs. The Bank has however demanded Rs. 14,118 lacs. The difference of Rs. 1,600 lacs being penal and other charges, the company has not provided for the same as they are in the process of reconciliation of the difference amount as stated above.

n The balances in trade receivables, sundry creditors, retention money and advances are subject to confirmations and adjustments, if any. Such adjustments, in the opinion of the management, are not likely to be material and will be carried out as and when ascertained.

3 Certain creditors have filed winding up petitions against the Company under section 433 and 439 of The Companies Act, 1956 before the Hon'ble High Court of Mumbai.The Company is taking necessary steps including singing of Memorandum of Understandings and or filing the consent terms in the high court with the Creditors for withdrawal of such petitions.The matter is sub judice and the out come of which is subject to the company fulfilling the payment conditions of Memorandum of Understandings/consent terms.

4 Previous period figures have been regrouped / re-classified in order to confirm to the current period figures.

For HINDUSTAN DORR-OLIVER LIMITED

S.C. Sekaran
Executive Director
DIN-00134115

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

Place: Hyderabad
Date : May 30, 2016

CHATURVEDI & PARTNERS
Chartered Accountants
212A, Chiranjiv Tower, 43 Nehru Place, New Delhi-110019
Phone : 011-46654665 Fax : 011-46654655
Email : delhi@chaturvedica.com

Auditor's Report on Consolidated Financial Results of **HINDUSTAN DORR-OLIVER LIMITED** ("the Company") for year ended on March 31, 2016 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To Board of Directors of HINDUSTAN DORR-OLIVER LIMITED

1. We have audited the accompanying Consolidated financial results ("the statement") of **HINDUSTAN DORR-OLIVER LIMITED** ("The company") and its subsidiaries (collectively known as 'The Group") for the year ended on March 31, 2016 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement, which is the responsibility of the company's management and approved by the Board of Directors has been prepared on the basis of related financial statements which is in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. Our responsibility is to express an opinion on the statement.

2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our qualified opinion.

3. Note 2 (a) in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein.The accumulated losses of the Company as at March 31, 2016 amounting to Rs. 1,10,432 lacs have exceeded its net worth. The Company has obligations towards borrowings aggregating to Rs. 97,044 lacs which include working capital loan and outstanding letters of credit/bill discounting from banks. Further, the Company's current liabilities exceed current assets by Rs.1,21,473 lacs. The Company has obligations pertaining to operations including unpaid creditors and statutory dues, these matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations notwithstanding the current level of low operating activities. This indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The statement does not include any adjustment in this respect.

4. Note 2(b) to the statement in connection with the existence of material uncertainties over the realisability of bank guarantees encashed by customers, unbilled revenue, trade receivables and withheld amount aggregating to Rs. 5,386 lacs, which are subject matters of various negotiations with the customers. Further, Bank Guarantee to the tune of Rs. 5,267 lacs was encashed subsequent to this year. The management of the Company is confident of positive outcome of the negotiations and recovering the aforesaid dues. In view of pending-certification of bills/slow progress/termination of these projects and lack of other alternate audit evidence to corroborate management's assessment of recoverability of these balances, we are unable to comment on the extent to which these balances are recoverable.

5. Note 2 (c)to the statementin respect of invocation of corporate guarantees of Rs.14,118 lacs and initiation of recovery actions against the company in respect of such guarantees extended / executed for its one subsidiary in favour of the lenders. No provision has been made in the accounts for such possible loss.

6. Note 2 (d) to the statement in respect of provision for impairment of goodwill, aggregating to Rs. 12,900 lacs arising on consolidation of subsidiary, whose net worth is eroded as at March 31, 2016, not considered necessary by the management. In absence of valuation of the subsidiary, we are unable to comment whether any impairment of goodwill is required.

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

7. Note 2 (e) to the statement in respect of certain projects wherein the Management of the Company has considered trade receivable aggregating to Rs. 5,762 lacs and unbilled revenue amounting to Rs. 8,673 lacs, as good and fully recoverable for the reasons stated therein.

8. Note 2(f) to the financial statement wherein one lender has initiated recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in respect of outstanding loan aggregating to Rs. 57,832 lacs. The Bank has however demanded Rs. 65,450 lacs. The difference of Rs. 7,618 lacs being penal and other charges, the company has not provided for the same for the reason stated therein.

9. Note 2 (g) to the statement, in respect of trade receivables, mobilization advances, retention money, trade payables and certain bank balances, external confirmations of the balances are not available. Due to non-availability of confirmation of balances, we are unable to quantify the impact, if any, arising from the confirmation of balances.

10. Note 2 (h) to the statement, wherein the Company has not received confirmation from one of the Foreign lender having outstanding of Rs. 15,201 lacs (including interest accrued of Rs.2,764 lacs) as at March 31, 2016. Due to non-availability of confirmation of balances, we are unable to quantify the impact, if any, arising from the confirmation of balances.

11. Note 2(i) to the statement, in the respect of subsidiary, HDO Technologies Limited, wherein the accumulated losses of the Company as at March 31, 2016 amounting to Rs. 8,302 lacs have exceeded its net worth. The Company has obligations towards borrowings aggregating to Rs.16,472 lacs which include working capital loan and outstanding letters of credit/bill discounting from banks. Further, the Company's current liabilities exceed current assets by Rs. 5,038lacs. The Company has obligations pertaining to operations including unpaid creditors and statutory dues, these matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations notwithstanding the current level of low operating activities. This indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The statement does not include any adjustment in this respect.

12. Note 2 (j) to the statement, in respect of subsidiary, HDO Technologies Limited, wherein deferred tax assets on business losses aggregating to Rs. 957 lacs has been recognized on the basis of business plan prepared by the management. The company is confident that sufficient future taxable income will be available against which such deferred tax assets will be realized. In absence of virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which the deferred tax asset can be realized, we are unable to comment the extent to which such deferred tax asset can be realized.

13. Note 2 (k) to the statement, in respect of subsidiary, HDO Technologies Limited, regarding the status of trade receivable aggregating to Rs. 6,127 lacs which has been classified as a good and in respect of which no provision has been considered necessary for the reason explained therein.

14. Note 2(l) to the statement in respect of subsidiary, HDO Technologies Limited in respect of invocation of corporate guarantees of Rs. 65,450 lacs and initiation of recovery actions against the company in respect of such guarantees extended / executed for its holding company in favour of the lender. No provision has been made in the accounts for such possible loss.

15. Note 2 (m) to the statement in respect of subsidiary, HDO Technologies Limited wherein one lender has initiated recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and enforcement of Security Interest Act, 2002 in respect of outstanding loan of aggregating to Rs. 12,518 lacs. The Bank has however demanded Rs. 14,118 lacs. The difference of Rs. 1,600 lacs being penal and other charges, the company has not provided for the same for the reason stated therein.

16. Note 2 (n) to the statement, in respect of subsidiary, HDO Technologies Limited regarding confirmation of the balances of trade receivable, trade payable, advances to sub-contractors and suppliers and reconciliation of the same and the possible resultant impact on the financial statements.

CHATURVEDI & PARTNERS
CHARTERED ACCOUNTANTS

17. The statement in respect of current year's and previous years consolidated financial statements which does not contain financial statement of certain foreign subsidiaries reflecting total assets of Rs.1,105 lacs as at March 31, 2015 total revenue of Rs. NIL, net loss of Rs. 2.85 Lacs and cash outflow of Rs.1.90 lacs for the period then ended.

18. We did not audit the financial statement of two subsidiaries whose financial statements reflects total assets of Rs. 32,394 lacs as at March 31, 2016 total revenue of Rs 5,601 lacs and net cash flows amounting to Rs. 222 lacs for the year ended on that date, as considered in the consolidated financial statement. These financial statements are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-section (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on such unaudited financial statements are material to the Group.

19. 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 under 4, 7, 12, 13 and possible effects of the matter described under 3, 5, 6, 8, 9, 10,11, 14, 15,16 and 17 above, these quarterly financial results as well as the year to date results:

    i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

    ii. give a true and fair view of the net loss and other financial information for the quarter and year ended on March 31, 2016.

20. Attention is invited to Note 3 in respect of pending winding up petitions against the company and the matter is subjudice and our report is not qualified in respect of these matters.

21. The quarterly standalone financial results are the derived figures between the audited figures for the year ended March 31, 2016 and the published year to date figures upto December 31, 2015, being the date of the end of third quarter of the current financial year, which were subject to limited review.

For CHATURVEDI & PARTNERS
Chartered Accountants
Firm Registration No. 307068E

RAVINDRA NATH CHATURVEDI
Partner
Membership No. 092087

Hyderabad
May 30, 2016

CHATURVEDI & PARTNERS
CHARTERED ACCOUNTANTS

ANNEXURE I
HINDUSTAN DORR-OLIVER LIMITED

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Consolidated Audited Financial Results -

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016 [See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) Rs. in Lakhs	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. in lakhs)
	1.	Turnover / Total income	25,211	25,211.00
	2.	Total Expenditure	44,472	71,377.00
	3.	Net Profit/(Loss)	(19,261)	(46,166.00)
	4.	Earnings Per Share (after exceptional item)	(26.75)	(64.11)
	5.	Total Assets	1,05,612	78,707.00
	6.	Total Liabilities	1,05,612	78,707.00
	7.	Net Worth	(105,347)	(132,252.00)
	8.	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil
II.	**Audit Qualification:**			

a. **Details of Audit Qualification:**

1. Note 2 (a) in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein.The accumulated losses of the Company as at March 31, 2016 amounting to Rs. 1,10,432 lacs have exceeded its net worth. The Company has obligations towards borrowings aggregating to Rs. 97,044 lacs which include working capital loan and outstanding letters of credit/bill discounting from banks. Further, the Company's current liabilities exceed current assets by Rs.1,21,473 lacs. The Company has obligations pertaining to operations including unpaid creditors and statutory dues, these matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations notwithstanding the current level of low operating activities. This indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The statement does not include any adjustment in this respect.

2. Note 2(b) to the statement in connection with the existence of material uncertainties over the realisability of bank guarantees encashed by customers, unbilled revenue, trade receivables and withheld amount aggregating to Rs. 5,386 lacs, which are subject matters of various negotiations with the customers. Further, Bank Guarantee to the tune of Rs. 5,267 lacs was encashed subsequent to this year. The management of the Company is confident of positive outcome of the negotiations and recovering the aforesaid dues. In view of pending-certification of bills/slow progress/termination of these projects and lack of other alternate audit evidence to corroborate management's assessment of recoverability of these balances, we are unable to comment on the extent to which these balances are recoverable.

3. Note 2 (c)to the statementin respect of invocation of corporate guarantees of Rs.14,118 lacs

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

and initiation of recovery actions against the company in respect of such guarantees extended / executed for its one subsidiary in favour of the lenders. No provision has been made in the accounts for such possible loss.

4. Note 2 (d) to the statement in respect of provision for impairment of goodwill, aggregating to Rs. 12,900 lacs arising on consolidation of subsidiary, whose net worth is eroded as at March 31, 2016, not considered necessary by the management. In absence of valuation of the subsidiary, we are unable to comment whether any impairment of goodwill is required.

5. Note 2 (e) to the statement in respect of certain projects wherein the Management of the Company has considered trade receivable aggregating to Rs. 5,762 lacs and unbilled revenue amounting to Rs. 8,673 lacs, as good and fully recoverable for the reasons stated therein.

6. Note 2(f) to the financial statement wherein one lender has initiated recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in respect of outstanding loan aggregating to Rs. 57,832 lacs. The Bank has however demanded Rs. 65,450 lacs. The difference of Rs. 7,618 lacs being penal and other charges, the company has not provided for the same for the reason stated therein.

7. Note 2 (g) to the statement, in respect of trade receivables, mobilization advances, retention money, trade payables and certain bank balances, external confirmations of the balances are not available. Due to non-availability of confirmation of balances, we are unable to quantify the impact, if any, arising from the confirmation of balances.

8. Note 2 (h) to the statement, wherein the Company has not received confirmation from one of the Foreign lender having outstanding of Rs. 15,201 lacs (including interest accrued of Rs.2,764 lacs) as at March 31, 2016. Due to non-availability of confirmation of balances, we are unable to quantify the impact, if any, arising from the confirmation of balances.

9. Note 2(i) to the statement, in the respect of subsidiary, HDO Technologies Limited, wherein the accumulated losses of the Company as at March 31, 2016 amounting to Rs. 8,302 lacs have exceeded its net worth. The Company has obligations towards borrowings aggregating to Rs.16,472 lacs which include working capital loan and outstanding letters of credit/bill discounting from banks. Further, the Company's current liabilities exceed current assets by Rs. 5,038lacs. The Company has obligations pertaining to operations including unpaid creditors and statutory dues, these matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations notwithstanding the current level of low operating activities. This indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The statement does not include any adjustment in this respect.

10. Note 2 (j) to the statement, in respect of subsidiary, HDO Technologies Limited, wherein deferred tax assets on business losses aggregating to Rs. 957 lacs has been recognized on the basis of business plan prepared by the management. The company is confident that sufficient future taxable income will be available against which such deferred tax assets will be realized. In absence of virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which the deferred tax asset can be realized, we are unable to comment the extent to which such deferred tax asset can be realized.

11. Note 2 (k) to the statement, in respect of subsidiary, HDO Technologies Limited, regarding the status of trade receivable aggregating to Rs. 6,127 lacs which has been classified as a good and in respect of which no provision has been considered necessary for the reason explained therein.

12. Note 2(l) to the statement in respect of subsidiary, HDO Technologies Limited in respect of invocation of corporate guarantees of Rs. 65,450 lacs and initiation of recovery actions against the company in respect of such guarantees extended / executed for its holding company in favour of the lender. No provision has been made in the accounts for such possible loss.

13. Note 2 (m) to the statement in respect of subsidiary, HDO Technologies Limited wherein one lender has initiated recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and enforcement of Security Interest Act, 2002 in respect of outstanding loan of aggregating to Rs. 12,518 lacs. The Bank has however demanded Rs.

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14,118 lacs. The difference of Rs. 1,600 lacs being penal and other charges, the company has not provided for the same for the reason stated therein.

14. Note 2 (n) to the statement, in respect of subsidiary, HDO Technologies Limited regarding confirmation of the balances of trade receivable, trade payable, advances to sub-contractors and suppliers and reconciliation of the same and the possible resultant impact on the financial statements.

15. The statement in respect of current year's and previous years consolidated financial statements which does not contain financial statement of certain foreign subsidiaries reflecting total assets of Rs.1,105 lacs as at March 31, 2015 total revenue of Rs. NIL, net loss of Rs. 2.85 Lacs and cash outflow of Rs.1.90 lacs for the period then ended.

b. **Type of Audit Qualification :** Qualified Opinion

c. **Frequency of qualification:** repetitive

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:

In respect of audit qualification no 2 as appearing above, The management of the Company is confident of positive outcome of the negotiations and recovering the aforesaid dues.

In respect of audit qualification no 5 & 11 as appearing above, The management of the respective Companies are in continuous engagement with respective contractee/clients including initiation of legal proceedings confident of positive outcome of the negotiations and recovering the aforesaid dues.

In respect of audit qualification no 10, The company is confident that sufficient future taxable income will be available against which such deferred tax assets will be realized.

e. **For Audit Qualification(s) where the impact is not quantified by the auditor: Not Applicable**

(i) **Management's estimation on the impact of audit qualification:**

(ii) **If management is unable to estimate the impact, reasons for the same:**

In respect of audit qualification no 1 & 9 The Company is confident of implementing the business plan and meeting its obligations in due course of time. Accordingly financial statements have been prepared as a Going Concern.

In respect of audit qualification no 3 & 12 as appearing above, the management is in engagement with the lender to resolve the matter and the respective liability is appearing in the books of subsidiary Company.

In respect of audit qualification no 4 as appearing above in respect of provision for impairment of goodwill, The Company is confident of implementing the business plan and no impairment/amortization in goodwill is required.

In respect of audit qualification no 6 & 13, the company is in process of reconciling the difference.

In respect of audit qualification no 7, 8 & 14 the management is of the opinion that these accounts will not require any material adjustment upon receipt of balance confirmation.

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In respect of audit qualification no. 15 the management does not have the financial statements.

(iii) **Auditors' Comments on (i) or (ii) above: Nil**

III. **Signatories** :

CEO/Managing Director

CFO

Audit Committee Chairman

Statutory Auditor

CHATURVEDI & PARTNERS
Chartered Accountants
FRN 307068E

RAVINDRA NATH CHATURVEDI
Partner
Membership No. 092087

CHATURVEDI & PARTNERS CHARTERED ACCOUNTANTS

HINDUSTAN DORR-OLIVER LIMITED MUMBAI

Place : Hyderabad

Date: 30-05-2016