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

| I | SI No. | Particulars | Audited Figures(as reported before adjusting for qualifications) | Adjusted Figures (Audited figures after adjusting for Qualifications) |
|---|---|---|---|---|
| | 1 | Turnover/Total Income | 286.85 | 286.81 |
| | 2 | Total Expenditure | 1163.06 | 36186.04 |
| | 3 | Net Profit/(Loss) | (876.21) | (35899.23) |
| | 4 | Earnings per share | (1.82) | (74.58) |
| | 5 | Total Assets | 37156.30 | 37156.30 |
| | 6 | Total liabilities | 37156.30 | 37156.30 |
| | 7 | Net Worth | (1,14,724.82) | (1,49,747.80) |
| | 8 | Any other financial Items (as felt appropriate by the management) | - | - |
| **II** | 1 | Name of the Company | ICSA (INDIA) LIMITED | |
| | 2 | Annual Financial Statements for the year ended | 31st March, 2017 | |
| | 3 (i)(a) | **Details of Audit Qualification**: Audit Qualification: | Reference is invited to Note no. 7 and 9 of the financial statements, regarding non provision of interest on bank loans of Rs.28582.55acs. Had the company made a provision for the same, the loss of the year would be higher by the said amount. | |
| | (b) | Type of Audit Qualification: | Qualified Opinion | |
| | (c) | Frequency of Qualification: | Repeated since FY 2014-2015 | |
| | (d) | For Audit Qualification, Where the impact is quantified by the Auditor, Management Views: | The company has been declared sick u/s 3(o) of SICA as per the order pronounced by the Hon'ble BIFR on 12.02.2014. Later banks have issued SARFAESI Act 2002 against which Hon'ble BIFR has stayed the action of banks.<br>The company also has given revised DRS proposal to the banks which is pending. Hence interest is not provided. | |
| | (e) | For Audit Qualification(s), Where the impact is not quantified by the Auditor: | Not Applicable | |

| | | | |
|---|---|---|---|
| | 3(ii)(a) | Audit Qualification: | Reference is invited to Note no. 9 of the financial statements, regarding non provision of interest on corporate dividend tax of Rs.12.85 lacs. Had the company made a provision for the same, the loss of the year would be higher by the said amount. |
| | (b) | Type of Audit Qualification: | Qualified Opinion |
| | (c) | Frequency of Qualification: | Repeated since FY 2010-2011 |
| | (d) | For Audit Qualification, Where the impact is quantified by the Auditor, Management Views: | The company has been declared sick u/s 3(o) of SICA as per the order pronounced by the Hon'ble BIFR on 12.02.2014.Company incurred huge losses Since financial year 2010-11 and also DRS proposal pending, provision for interest on corporate dividend tax not provided. |
| | (e) | For Audit Qualification(s), Where the impact is not quantified by the Auditor: | Not Applicable |
| | 3(iii)(a) | Audit Qualification: | Reference is invited to Note no.24 of the financial statements, regarding non provision of interest on non acceptance of CDR package for an amount of Rs.6427.58 lacs. Had the company made a provision for the same, the loss of the year would be higher by the said amount |
| | (b) | Type of Audit Qualification: | Qualified Opinion |
| | (c) | Frequency of Qualification: | Repeated since FY 2014-2015 |
| | (d) | For Audit Qualification, Where the impact is quantified by the Auditor, Management Views: | The company has been declared sick u/s 3(o) of SICA as per the order pronounced by the Hon'ble BIFR on 12.02.2014. Later banks have issued SARFAESI Act 2002 against which Hon'ble BIFR has stayed the action of banks.<br>The company also has given revised DRS proposal to the banks which is pending. Hence interest is not provided. |
| | (e) | For Audit Qualification(s), Where the impact is not quantified by the Auditor: | Not Applicable |

Continuation Sheet....

| | | | |
|---|---|---|---|
| III | A | **To be signed by-**<br>Managing Director | For I C S A (INDIA) LIMITED<br>Managing Director |
| | B | Chief Financial Officer | Not Applicable |
| | C | Audit Committee Chairman | |
| | D | Auditor of the Company | For RAMBABU & CO.,<br>Chartered Accountants<br>Firm Reg.No.002976S<br><br>GVL Prasad<br>Partner<br>M.No.026548 |

Place: Hyderabad

Date: 30-05-2017.