FM 5041143

CIN No. L24230CH1986PLC006854

Corporate

IND-SWIFT LIMITED

781, Industrial Area, Phase-II,
Chandigarh - 160 002 INDIA
Ph. : 0172-2638781 / 468 0800
Fax : 0172-265 2242 / 265 5406
Email : corporate@indswift.com

Ref.:ISL:CH:2016

Date: 30th May, 2016

The President,
Corporate Relationship Department,
Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street,
Mumbai 400 001

The Vice President,
National Stock Exchange of India Limited,
Exchange Plaza, 5th Floor,
Plot No.C/2, G-Block,
Bandra Kurla Complex, Bandra (E),
Mumbai 400 051

BSE Scrip Code: 524652

NSE Symbol: INDSWFTLTD

SUB: COMPLIANCE OF REGULATION 30 AND 33 OF SEBI (LODR) REGULATIONS, 2015

Dear Sir,

Pursuant to Regulation 30 and 33 of SEBI (LODR) Regulations, 2015 and SEBI Circular CIR/CFD/CMD/56/2016 dated 27.05.2016, this is to inform the Exchange that the Board of Directors in their meeting held today, 30th May, 2016 have taken on record the following:

1. Audited Financial Results for the Financial Year and quarter ended 31st March, 2016. (copy enclosed)
2. A copy of Audit Report by the Statutory Auditors in respect of Financial Results for the Financial Year ended 31st March, 2016. (copy enclosed)
3. Statement on Impact of Audit Qualifications pursuant to SEBI Circular CIR/CFD/CMD/56/2016 dated 27.05.2016. (copy enclosed)
4. The receipt of notice u/s 13 (2) of the Securitization and Reconstruction of Financial Assets and Enforcement of Securities Interest (SARFAESI) Act, 2002 from the Bankers for which the Company is in discussions with banks for sorting/resolving the issues.
5. Appointment of Ms. Simrat Kaur as Company Secretary & Compliance Officer of the Company

This is for your information and record, please.

Thanking you,
For **IND-SWIFT LTD.**

Authorised Signatory
Encl.: As above

FM 5041143

CIN No. L24230CH1986PLC006897

Corporate

IND-SWIFT LIMITED

781, Industrial Area, Phase-II,
Chandigarh - 160 002 INDIA
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AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED MAR.'2016

(Rs. In lacs.)

PARTICULARS	AUDITED Quarter 31.03.16	UNAUDITED Quarter 31.12.15	AUDITED Quarter 31.03.15	AUDITED Year ended 31.03.16	AUDITED Year ended 31.03.15
INCOME FROM OPERATIONS	**7070.21**	7362.94	7879.13	30433.29	41716.65
TOTAL INCOME FROM OPERATIONS	**7070.21**	**7362.94**	**7879.13**	**30433.29**	**41716.65**
EXPENDITURE					
COST OF MATERIALS CONSUMED	**4760.83**	5020.38	6767.47	21904.11	25412.61
CHANGE IN INVENTORIES F.G./W.I.P	**-223.79**	125.74	80.68	143.69	9930.33
EMPLOYEES BENEFIT EXPENSES	**1232.44**	979.90	1025.29	4036.98	4287.14
DEPRECIATION/AMORTISATION	**926.48**	903.41	1163.07	3635.15	3936.33
OTHER EXPENDITURE	**13325.76**	2544.88	2276.97	20043.61	9080.02
TOTAL EXPENDITURE	20021.72	9574.31	11313.48	49763.54	52646.43
PROFIT FROM OPERATIONS	-12951.51	-2211.37	-3434.35	-19330.25	-10929.78
OTHER INCOME	**1094.41**	37.23	-579.31	1250.50	186.67
PROFIT BERORE FINANCE COST	**-11857.10**	-2174.14	-4013.66	-18079.75	-10743.11
FINANCE COST	**138.23**	314.82	1262.85	1896.79	3992.56
PROFIT BEFORE TAX	**-11995.33**	-2488.96	-5276.51	-19976.54	-14735.67
PROVISION FOR TAX	**0.00**	0.00	0.00	0.00	0.00
MAT CREDIT ENTITLEMENT	**(17.46)**	0.00	0.00	(17.46)	0.00
PROVISION FOR DEFFERED TAX	**0.00**	0.00	(222.91)	0.00	(222.91)
NET PROFIT	**-12012.79**	-2488.96	-5053.60	-19994.00	-14512.76
PAID UP EQUITY SHARE CAPITAL Rs. 2/-	**1006.94**	1006.94	1006.94	1006.94	1006.94
RESERVE EXCLUDING REVALUATION RESERVES				-27043.06	-7045.03
EARNING PER SHARE RS. 2/- EACH					
BASIC	**-23.86**	-4.94	-10.04	-39.71	**-28.83**
DILUTED	**-23.86**	-4.94	-10.04	-39.71	**-28.83**

Notes:-

1. The figures for the quarter ending 31.03.2016 and 31.03.2015 are the balancing figures between audited figures in respect of full finacial year and the un-audited year to date figures up to 31st December, 2015 and 31st December,2014 respectively being the dates of the end of third quarter of the relevant Financial years which were subjected to limited review.
2. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective Meetings held on 30TH May 2016.
3. The previous period figures have been re-grouped and re-arranged wherever necessary.
4. The Company is exclusively in the Pharmaceutical Business Segment.

Place:Chandigarh
Date: 30-05.2016

For Ind Swift Limited

(S.R MEHTA)
CHAIRMAN

FM 5041143

CIN No. L24230CH1986PLC006847

Corporate

IND-SWIFT LIMITED

781, Industrial Area, Phase-II,
Chandigarh - 160 002 INDIA
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STATEMENT OF ASSETS AND LIABILITES

(` in Lacs)

	PARTICULARS	AUDITED YEAR ENDED 31.03.2016	AUDITED YEAR ENDED 31.03.2015
A	**EQUITY AND LIABILITIES**		
1	**Shareholder's Funds**		
	(a) Share Capital	2426.94	2426.94
	(b) Reserves and surplus	-27043.06	-7045.02
	Sub-total- Shareholder's funds	**-24616.12**	**-4618.08**
	Share Application Money Pending Allotment	**668.10**	**668.10**
2	**Non - Current liabilities**		
	(a) Long-term borrowings	67165.24	54140.93
	(b) Other long -term liabilities	563.86	622.64
	('c) Long-term provisions	204.02	139.99
	Sub-total- Non-current liabilities	**67933.12**	**54903.56**
3	**Current liabilities**		
	(a) Short-term borrowings	37125.34	36901.88
	(b) Trade payables	17538.15	15026.21
	('c) Other current liabilities	7429.63	19901.17
	Sub-total- current liabilities	**62093.12**	**71829.26**
	TOTAL-EQUITY AND LIABILITIES	**106078.22**	**122782.84**
B	**ASSETS**		
1	**Non-current assets**		
	Fixed Assets		
	(i) Tangible Assets	34429.34	37148.70
	(ii) Intangible Assets	2985.07	3216.88
	(iii) Capital Work in Progress	221.75	221.75
	(iv) Intangible assets under Development	144.99	167.49
	(b) Non-current investments	4512.33	4512.33
	('c) Long-term loans and advances	1631.22	1626.26
	(d) Other non-current assets	989.00	2095.54
	Sub-total- Non-current assets	**44913.70**	**48988.95**
2	**Current assets**		
	(a) Inventories	9094.05	11336.72
	(b) Trade receivables	38033.03	48548.14
	('c) Cash and cash equivalents	1738.96	1698.30
	(d) Short-term loans and advances	8691.09	8576.41
	(e) Other current assets	3607.39	3634.32
	Sub-total- current assets	**61164.52**	**73793.89**
	TOTAL- ASSETS	**106078.22**	**122782.84**

Place:Chandigarh
Date: 30.05.2016

For Ind Swift Limited

(S.R MEHTA)
CHAIRMAN

J. K. JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
S.C.O. 1136-37, Sector 22-B, CHANDIGARH - 160 022
0172-270 4536-37 Fax : 0172-270 4537
E-mail : jkjcaps@rediffmail.com

Independent Auditor's Report

To the Members of
Ind-Swift Limited,
Chandigarh.

Report on the Financial Statements

We have audited the accompanying financial statements of Ind-Swift Limited, which comprise the Balance Sheet as at March 31, 2016, and the Statement of Profit and Loss and Cash Flow Statement for the year ended on March 31, 2016 and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act 2013 with respect to the preparation of financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with rule 7 of the Companies Accounts Rules 2014. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act , the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of

the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on financial statements.

Basis for the Qualified Opinion

1. The company has not provided interest on cash credit, term loans, working capital term loans and funded interest term loans with some banks since these banks have not charged interest on these accounts post such accounts becoming NPAs. The unaccounted interest liability in respect of the same for the financial year is Rs. 111.21 cr. (Refer Note No.36 of Notes to Accounts)

   Had the provision for the same been made, the loss for the year and accumulated losses would have been higher by Rs. 111.21 cr.

   Our opinion is qualified in respect of above.

2. The company has not booked Accrued Interest on Fixed Deposit during the year for Rs. 289.93 Lacs as per the scheme approved by Company Law Board. (Refer Note No.35 (ii) of Notes to Accounts)

   Had the provision for the same been made, the loss for the year and accumulated losses would have been higher by Rs. 289.93 lacs.

   Our opinion is qualified in respect of above.

3. The management is in process of getting an impairment study done in respect of units where the activities have been suspended (refer note no. 39 of notes to accounts). In view of this impairment loss in respect of these units have not been provided in accounts, being not ascertainable.

   Our opinion is qualified in respect of above.

Qualified Opinion

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 the Qualified Opinion paragraph above, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Accounting Principles generally accepted in India, of the state of affairs of the Company as at 31st March 2016 and its loss and its cash flow for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, we give in the Annexure-A a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by section 143(3) of the Act, we report that:

   a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

   b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books

   c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.

   d) in our opinion, the financial statements comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules,2014 .

   e) on the basis of written representations received from the directors as on March 31, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013.

   f) With respect to adequacy of internal financial control over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure-B; and

   g) With respect to the other matters included in the audit report in accordance with rule 11 of the companies (Audit and Auditor) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us.

      (i) The company has disclosed the impact of pending litigations on it's financial position in it's financial statements.

      (ii) The company has made provision, as required under the applicable law or accounting standards for material foreseeable losses if any, on long term contracts including derivative contracts.

      (iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the company.

for **J. K. Jain & Associates**
Chartered Accountant

J. K. Jain
(Partner)
M. No. : 083140

Place: Chandigarh
Date :30/05/2016

The Annexure "A" referred to in paragraph 1 of the Our Report of even date to the members of Ind- Swift Limited on the accounts of the company for the year ending on March 31, 2016.

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) According to information and explanations provided to us, the Company has a system of physical verification of all its fixed assets once in a year, which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. No serious discrepancies were noticed on such verification.

(c) According to the information and explanation provided to us, all the immovable properties are held in the name of the company except the following where the title deeds are not in the name of the company:-

S. NO.	PARTICULARS	ADDRESS	LEASE HOLD/ FREE HOLD	GROSS BLOCK (Rs in lacs)	NET BLOCK (Rs in lacs)
1	Land & Building	PLOT NO. 781, IND-AREA, PH-2, CHANDIGARH	LEASEHOLD	12.00	4.59
2	Land & Building	PLOT NO. 42, IND-AREA, PH-2, CHANDIGARH	LEASEHOLD	18.25	8.30

(ii) As explained to us, the inventory has been physically verified by the management at reasonable intervals during the year .In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on verification between the physical stocks and book records.

(iii) According to the information and explanation given to us, the Company has granted loans, secured or unsecured to Companies, firms or other parties covered in the register maintained u/s 189 of the Companies Act, 2013.

a) ' In our opinion the terms and conditions of the grant of such loans are not prejudicial to the interest of the company.

b) The principle and interest due on loan to Swift Fundamental Research & Education Society (SFRE) are not received by the company as stipulated during the year and no interest has been provided on loan to SFRE during the year.

c) According to the information & explanations given to us, the company has taken reasonable steps to recover the amount from Swift Fundamental Research & Education Society and such loan is overdue by Rs. 61.48 crores for more than 90 days.

(iv) In our opinion and according to the information and explanations given to us, the company has provided advances to its directors during the year as per the company' policy in this regard.

(v) In our opinion and according to the information and explanations given to us, the company has not complied with the provisions of Section 73 to 76 of the Companies Act 2013 and the Companies (Acceptance of Deposits) Rules, 2014 with regard to the repayment of the deposits accepted from the public and maintenance of liquid assets. The Hon'ble Company Law Board restructured Fixed Deposit Scheme of the company vide its order dated 30.09.2013. The Restructured Repayment schedule is being adhered to by the company. Company has filed an application to Central Government (Ministry of Corporate Affairs) for relaxation of provision to maintain liquid asset (15% of deposits maturing in the next financial year).The application is still pending.

(vi) The Company is required to maintain cost records under sub-section (1) of section 148 the Companies Act, 2013 for the products of the company and according to the information & explanations given to us, the company has maintained proper records as prescribed by the Central Government but we have not carried out the examination of these records.

(vii) (a) According to the information and explanations given to us and the records of the company examined by us, the company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, Value added tax, Cess and other material statutory dues applicable to it, with appropriate authorities. We are informed that there are some undisputed statutory dues as at the year end outstanding for a period of more than six months from the date they became payable, which are, Tax Deducted at Source under Income Tax Act for Rs31.15 lacs, Provident fund Rs 36.42 lacs, Employees State Insurance for Rs.64.24 lacs, Entry Tax for Rs. 118.89 lacs, Service tax Rs. 10.27 lacs and sales tax/work contract tax Rs. 1.32 lacs.

(b) According to the information and explanations given to us and the records of the company examined by us, there are following disputed dues as referred of Income Tax, Sales Tax, Service Tax, Custom Duty , Excise Duty, Value Added Tax and Cess:

S.NO.	NAME OF THE STATUTE	NATURE OF DUES	AMOUNT (RS. IN LACS)	PERIOD	FORUM WHERE DISPUTE IS PENDING
1	SERVICE TAX	SERVICE TAX DEMAND	33.00	2011-12	CESTAT
2	SERVICE TAX	SERVICE TAX DEMAND	7.82	APR 2014 TO SEP 15	COMMISSIONER (APPEALS) CE, CHD-II

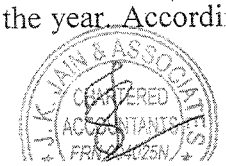
3	SERVICE TAX	SERVICE TAX DEMAND	8.92	2012-13	COMMISSIONER (APPEALS) CE, CHD-II
4	SERVICE TAX	SERVICE TAX DEMAND	47.87	2013-14	COMMISSIONER (APPEALS) CE, CHD-II
5	SERVICE TAX	SERVICE TAX DEMAND	3.17	OCT 14 TO SEP 14	OFFICE OF THE ASSISTANT COMMISSIONER, DERABASSI
6	SERVICE TAX	SERVICE TAX DEMAND	3.71	OCT 14 TO MAR 15	OFFICE OF THE ASSISTANT COMMISSIONER, DERABASSI
7	SERVICE TAX	SERVICE TAX DEMAND	23.44	APR 14 TO SEP 14	OFFICE OF THE ASSISTANT COMMISSIONER, DERABASSI
8	SERVICE TAX	SERVICE TAX DEMAND	18.79	APR 14 TO SEP 14	OFFICE OF THE ASSISTANT COMMISSIONER, DERABASSI
9	SERVICE TAX	SERVICE TAX DEMAND	16.75	2013-14	COMMISSIONER (APPEALS) CE, CHD-II
10	INCOME TAX ACT 1961	INCOME TAX DEMAND	425.47	2005-06	PUNJAB & HARYANA HIGH COURT
11	INCOME TAX ACT 1961	INCOME TAX DEMAND	22.46	2007-08	INCOME TAX APPELLATE TRIBUNAL
12	BENGAL VAT ACT	SALES TAX DEMAND	120.44	2009-10	SALES TAX TRIBUNAL
13	BENGAL VAT ACT	SALES TAX DEMAND	90.48	2010-11	SALES TAX TRIBUNAL
14	BENGAL VAT ACT	SALES TAX DEMAND	7.8	2011-12	SALES TAX TRIBUNAL
15	U.P. VAT ACT	SALES TAX DEMAND	2.72	2009-10	SALES TAX TRIBUNAL
16	U.P. VAT ACT	SALES TAX DEMAND	3.29	2010-11	SALES TAX TRIBUNAL
17	U.P. VAT ACT	SALES TAX DEMAND	6.36	2012-13	SALES TAX TRIBUNAL
18	U.P. VAT ACT	SALES TAX DEMAND	1.06	2014-15	SALES TAX TRIBUNAL
19	M.P. VAT ACT	SALES TAX DEMAND	19.23	2011-12	The Commissioner Commercial Taxes
20	M.P. VAT ACT	SALES TAX DEMAND	8.71	2012-13	The Commissioner Commercial Taxes
21	M.P. VAT ACT	SALES TAX DEMAND	5.54	2013-14	The Commissioner Commercial Taxes
22	CHANDIGARH VAT ACT	SALES TAX DEMAND	590.53	2010-11	PUNJAB & HARYANA HIGH COURT
23	HIMACHAL PRADESH VAT ACT	SALES TAX DEMAND	80.72	2006-07	DETC (APPELS) SHIMLA

24	CENTRAL EXCISE ACT 1944	EXCISE & CUSTOM DEMAND	681.43	2007-13	COMMISSIONER (APPEALS) CE, CHD-II
25	CENTRAL EXCISE ACT 1944	EXCISE & CUSTOM DEMAND	133.39	2014-15	COMMISSIONER (APPEALS) CE, CHD-II
26	CENTRAL EXCISE ACT 1944	EXCISE & CUSTOM DEMAND	19.37	2010-11	CESTAT

(viii) According to the records of the company examined by us and the information and explanations given to us, the company during the year has defaulted in repayment of dues to Banks/ financial institutions. Lender wise detail of default is given below:

Lenderwise detail of default in repayment of loans.				
Sr No.	Name of lender	Amount of default as on 31.03.2016 (Rs. In crores)	Period of Default	Remarks
1	BANK OF INDIA	83.30	More than 1 year	-
2	CANARA BANK	69.48	More than 1 year	-
3	PHOENIX ARC (P) LTD.: Catholic Syrian Bank	36.62	NA	Entire loan portfolio transferred to ARC. Hence period of default not applicable
4	CENTRAL BANK OF INDIA	9.56	More than 1 year	-
5	EXPORT IMPORT BANK	22.64	More than 1 year	-
6	PUNJAB NATIONAL BANK	428.88	More than 2 year	-
7	STATE BANK OF INDIA	72.49	More than 2 year	-
8	Edelweiss: STATE BANK OF PATIALA	148.65	NA	Entire loan portfolio transferred to ARC. Hence period of default not applicable
9	Edelweiss: STATE BANK OF HYDERABAD	38.54	NA	Entire loan portfolio transferred to ARC. Hence period of default not applicable
10	STATE BANK OF MYSORE	8.00	Less than 1 year	-
11	IFCI BANK	30.77	NA	Entire loan portfolio transferred to ARC. Hence period of default not applicable
12	TATA CAPITAL	10.61	More than 2 year	-

(ix) The company did not raise any money by way of initial public offer (including debt instruments) and term loans during the year. Accordingly paragraph 3(ix) of the order is not applicable.



(x) According to the information and explanation given to us no fraud by the company or on the company by it's officers or employees has been noticed or reported during the course of our audit.

(xi) In our opinion and according to the information given to us ,company has provided managerial remuneration in accounts in excess of the limits prescribed by the provisions of Section 197 read with Schedule V of the Companies Act, However company is in process of obtaining the approval of Central Government in this regard.

(xii) In our opinion and according to the explanations and information given to us the company is not a NIDHI company. Accordingly paragraph 3(xii) of the order is not applicable

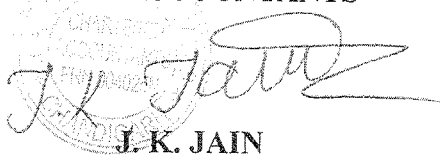
(xiii) According to the explanations and information given to us and based on our examination of records of the company, transactions with the related parties are in compliance with Section 177 and Section 188 of the Companies Act, 2013 where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable Accounting Standards.

(xiv) According to the explanations and information given to us and based on our examination of records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

(xv) According to the explanations and information given to us and based on our examination of records of the company, the company has not entered into non cash transactions with directors or persons connected with them. Accordingly the paragraph 3(xv) not applicable.

(xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

for **J.K. JAIN & ASSOCIATES**
CHARTERED ACCOUNTANTS



J. K. JAIN
(Partner)
M. No. 083140

Place: Chandigarh
Date: 30.05.2016

"Annexure B" to the independent Auditor's Report of even date on the Financial Statements of Ind-Swift Limited.

Report on the Internal Financial Controls under Clause (I) OF Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act").

To the Members of **Ind-Swift Limited**

We have audited the Internal financial controls over financial reporting of Ind-Swift Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining Internal financial controls based on the Internal control over financial reporting criteria established by the Company considering the essential components of Internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, Implementation and maintenance of adequate Internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's Internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of Internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate Internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the Internal financial controls system over financial reporting and their operating effectiveness. Our audit of Internal controls over financial reporting included obtaining an understanding of Internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of Internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Company's Internal financial controls over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's Internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, In reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company, (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

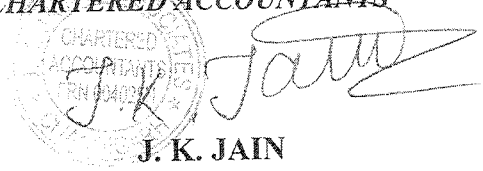
Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the Inherent limitations of Internal financial controls over financial reporting, including the possibility of collusion or Improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the Internal Financial Controls over financial reporting to future periods are subject to the risk that the Internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company needs improvements in its Internal Financial Controls Systems in all material respects, based on the Internal Control over Financial Reporting criteria established by the Company considering the essential components of Internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

for **J.K. JAIN & ASSOCIATES**
CHARTERED ACCOUNTANTS



J. K. JAIN
(Partner)
M. No. 083140

Place: Chandigarh
Date: 30.05.2016

Corporate
IND-SWIFT LIMITED
781, Industrial Area, Phase-II,
Chandigarh - 160 002 INDIA
Ph. : 0172-2638781 / 468 0800
Fax : 0172-265 2242 / 265 5406
Email : corporate@indswift.com

Annexure-I

Statement on Impact of Audit Qualifications for the F. Y. ended 31.03.2016

Name of the Company: Ind Swift Ltd (Rs. In Lacs)

I	S.NO	Particulars	Audited Figures Before adjusting Qualification	Audited Figures after adjusting Qualification
	1	Turnover/ Total Income	31683.79	31683.79
	2	Total Expenditure	51660.33	63071.26
	3	Net Profit/(Loss)	-19994.00	- 31404.93
	4	Earning Per Share	-39.71	-62.38
	5	Total Assets	106078.22	106078.22
	6	Total Liabilities	106078.22	106078.22
	7	Net worth	-23948.02	-35358.95
	8	Any other Financial Item (as felt appropriate by the management)		

II	Audit Qualification (each audit qualification separately):	
	a.	Details of Audit Qualification:
	1.	The company has not provided interest on cash credit, term loans, working capital term loans and funded interest term loans with some banks since these banks have not charged interest on these accounts post such accounts becoming NPAs. The unaccounted interest liability in respect of the same for the financial year is Rs. 111.21 cr.
	2.	The company has not booked Accrued Interest on Fixed Deposit during the year for Rs. 289.93 lacs as per the scheme approved by Company Law Board.
	3.	The management is in process of getting an impairment study done in respect of units where the activities have been suspended. In view of this impairment loss in respect of these units have not been provided in accounts, being not ascertainable.
	b.	Type of Audit Qualification: Qualified Opinion/Disclaimer of Opinion/Adverse Opinion: - Qualified Opinion.
	c.	Frequency of qualification: Whether appeared first time/repetitive/since how long continuing: - All Qualifications have appeared for the first time.
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's views:
	1.	In view of the financial crisis being faced by the company, Company is finding difficulties in making payment of dues to the banks/financial institutions i.e. interest and installments in terms of the CDR package approved by CDR EG vide letter dated 27.12.2012. Hence, accounts pertaining to Cash Credit (CC), Term Loans (TL), Working Capital Term Loans (WCTL), Funded Interest Term Loans (FITL) with some banks have been declared as NPAs by respective banks due to non-payment of dues on time. Such banks have not charged

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		interest on CC, TL, WCTL & FITL accounts post such accounts becoming NPAs. The interest on such loan accounts will be accounted for by the company as and when the bank charge the same in account.
	2.	Interest Accrued on fixed deposit during the year for Rs. 289.93 lacs has not been provided in accounts as the same is payable to fixed deposit holders at the time of maturity of fixed deposits as per the scheme approved by Company Law Board as mentioned above.
	e.	For audit Qualification(s) where the impact is not quantified by the auditor:
		(i) Management's estimation on the impact of audit qualification: **NIL**
		(ii) If management is unable to estimate the impact, reasons for the same: - Because the study is still an ongoing process and no estimation is possible at this stage.
		(iii)Auditors' Comments on (i) or (ii) above: The explanation given by the management is accepted. However, estimation should be completed in subsequent year.

III Signatories:

CEO/Managing Director	Dr. G. Munjal	
CFO	Arun Seth	
Audit Committee Chairman	V.K. Arora	
Statutory Auditor	CA J.K. Jain (Partner) M. No. 083140 for M/s J.K. Jain & Associates	
Place:	Chandigarh	
Date:	30.05.2016	