

{By e-mail & through Online Portal}

26th December, 2016

To,
Listing Department
National Stock Exchange of India Limited
"Exchange Plaza", C – 1, Block G
Bandra- Kurla Complex,
Bandra (East),
Mumbai 400051
SCRIP SYMBOL: GLFL

Dear Sir/ Madam,

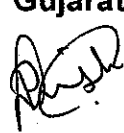
Re : Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015 [vide Circular NSE/CML/2016/09 dated June 01, 2016]

With reference to the above captioned subject and mail received as on dated 2nd December, 2016, we herewith enclosed Annexure – I in respect of Statement on Impact of Audit Qualifications along with the Auditor's Report dated 19th May, 2016 for the Audited financial result of the Company for the Quarter and Year ended 31st March, 2016

Thanking you,

Yours faithfully,

For Gujarat Lease Financing Limited



Preeti Singh
Company Secretary

Encl: As Above

GUJARAT LEASE FINANCING LTD.
Hasubhai Chambers, Opp : Town Hall,
Ellisbridge, Ahmedabad - 380 006.
CIN:L65990GJ1983PLC006345

Audited Financial results for the Quarter and Year ended 31st March 2016

(Rs.in lacs)

Sr. No.	Particulars	STANDALONE					CONSOLIDATED	
		Quarter ended			Year ended		Year ended	
		31.03.16	31.12.15	31.03.15	31.03.2016	31.03.2015	31.03.2016	31.03.2015
		(Refer note 11)	(Unaudited)	(Refer note 11)	(Audited)	(Audited)	(Audited)	(Audited)
1	Income from Operations	-	-	-	-	-	-	3.74
	Total Income from Operations	-	-	-	-	-	-	3.74
2	Expenses							
	a) Change in inventories of Stock-In-trade	-	-	-	-	-	-	4.19
	b) Employee Benefits Expense	0.98	1.44	1.05	4.81	2.80	12.27	6.30
	c) Depreciation Expense	0.58	0.59	0.79	2.69	4.12	2.81	4.18
	d) Legal & Professional Fees	1.46	4.98	4.74	16.36	6.17	17.67	9.21
	e) Listing & Custodian Fees	-	2.09	-	5.92	4.18	5.92	4.18
	f) Other Expenses	1.14	1.73	1.59	11.20	9.24	14.86	13.15
	Total Expenses	4.16	10.83	8.17	40.98	26.51	53.53	41.21
3	(Loss)/Profit from operations before Other Income, Finance Costs & Exceptional Items (1-2)	(4.16)	(10.83)	(8.17)	(40.98)	(26.51)	(53.53)	(37.47)
4	Other Income	9.92	0.88	1.13	25.83	19.55	33.81	25.68
5	(Loss)/Profit from ordinary activities before Finance Costs & Exceptional Items(3+4)	5.76	(9.95)	(7.04)	(15.15)	(6.96)	(19.72)	(11.79)
6	Finance Cost	-	-	-	-	-	-	-
7	(Loss)/Profit from Ordinary Activities after Finance Costs but before Exceptional Items(5-6)	5.76	(9.95)	(7.04)	(15.15)	(6.96)	(19.72)	(11.79)
8	Exceptional Items	-	-	-	-	-	-	-
9	(Loss)/Profit from Ordinary Activities before Tax (7+8)	5.76	(9.95)	(7.04)	(15.15)	(6.96)	(19.72)	(11.79)
10	Tax Expenses (Short provision for current tax relating to prior years)	-	-	-	-	-	-	(0.21)
11	Net (Loss)/Profit from ordinary activities after tax (9 -10)	5.76	(9.95)	(7.04)	(15.15)	(6.96)	(19.72)	(12.00)
12	Extraordinary Items (Net of tax Expense)	-	-	-	-	-	-	-
13	Net (Loss)/Profit for the period (11+/-12)	5.76	(9.95)	(7.04)	(15.15)	(6.96)	(19.72)	(12.00)
14	Paid up Equity Share Capital(Face Value Rs. 10/- each)	2,712.58	2,712.58	2,712.58	2,712.58	2,712.58	2,712.58	2,712.58
15	Reserves Excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	(5,660.64)	(5,653.54)	(4,902.39)	(4,889.94)
16	Earnings/(Loss) per share (of Rs. 10/- each) (not annualised)							
	Basic (In Rs.)	0.02	(0.04)	(0.03)	(0.06)	(0.03)	(0.07)	(0.04)
	Diluted (In Rs.)	0.02	(0.04)	(0.03)	(0.06)	(0.03)	(0.07)	(0.04)
	See accompanying notes to the Financial Results.							



C



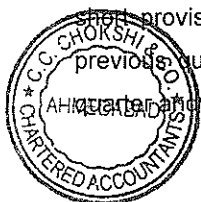
DM

1) Statement of Assets and Liabilities as at 31st March, 2016

(Rs. in lacs)

Particulars	Standalone		Consolidated	
	As at 31st March, 2016	As at 31st March, 2015	As at 31st March, 2016	As at 31st March, 2015
	(Audited)	(Audited)	(Audited)	(Audited)
EQUITY AND LIABILITIES				
(1) SHAREHOLDER'S FUND				
(a) Share Capital	2,716.05	2,716.05	2,716.05	2,716.05
(b) Reserves and Surplus	(5,675.79)	(5,660.64)	(4,922.11)	(4,902.39)
Sub total - Shareholders' Funds	(2,959.74)	(2,944.59)	(2,206.06)	(2,186.34)
(2) Non Current Liabilities				
(a) Long Term Borrowings	3,326.82	3,328.85	1,500.00	1,500.00
(b) Deferred Tax Liabilities	-	-	-	-
(c) Long Term Provisions	16.35	21.58	16.35	21.58
Sub total - Non Current Liabilities	3,343.17	3,350.43	1,516.35	1,521.58
(3) Current Liabilities:				
(a) Trade Payables	0.70	0.96	0.91	1.01
(b) Other Current Liabilities	20.78	18.34	21.98	19.34
(b) Short Term Provisions	782.55	782.29	782.55	782.29
Sub total - Current Liabilities	804.03	801.59	805.44	802.64
Total Equity and Liabilities	1,187.46	1,207.43	115.73	137.88
Assets				
1 .Non Current Assets:				
a) Fixed Assets				
(i) Tangible Assets	16.59	30.45	16.67	30.65
(ii) Intangible Assets	-	-	-	-
b) Non-Current Investments	1,120.91	1,120.91	-	-
c) Long Term Loan & Advances	-	-	1.00	1.00
Sub total - Non Current Assets	1,137.50	1,151.36	17.67	31.65
3 Current Assets:				
(a) Inventories- Stock in Trade	-	-	11.48	11.48
(b) Current Investment	33.17	-	33.17	-
(c) Cash and Bank Balances	16.42	55.45	49.04	88.63
(d) Loans and Advances	0.08	0.08	3.57	5.24
(e) Other Current Assets	0.29	0.54	0.80	0.88
Sub total - Current Assets	49.96	56.07	98.06	106.23
Total Assets	1,187.46	1,207.43	115.73	137.88

- 2) The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 19th May, 2016.
- 3) The Company has, in earlier years, received refund of Income-tax amounting to Rs.3,102.74 lacs (As at March 31, 2015 Rs.3,102.74 lacs) which includes interest on refund amounting to Rs.1,060.94 lacs (As at March 31, 2015 Rs.1,060.94 lacs). In view of opinion received from the Tax Consultants and pendency of appeals, the Company has, as a matter of prudence neither adjusted the short provision for tax of Rs.277.21 lacs (As at March 31, 2015 Rs.277.21 lacs) nor recognised the interest received on tax refund amounting to Rs.1,060.94 lacs (As at March 31, 2015 Rs.1,060.94 lacs). Necessary entries for the same shall be made on settlement of pending matters/disputes with the tax/appellate authorities.
- 4) The Auditors' report on the standalone financial statements for the year ended 31st March, 2016 contains qualification regarding non-recognition of income of interest on tax refunds amounting to Rs.1,060.94 lacs (Previous quarter ended 31st December 2015 : Rs.1,060.94 lacs, corresponding previous quarter and year ended 31st March 2015 : Rs. 1,060.94 lacs) and short provision of tax of Rs.277.21 lacs (Previous quarter ended 31st December 2015 : Rs. 277.21 lacs , corresponding previous quarter and year ended 31st March 2015 : Rs. 277.21 lacs). The auditors had also qualified their reports for the quarter and nine months ended 31st December 2015 and quarter and year ended 31st March 2015 for the above matter.



(Signature)

5) The Auditors' report on the consolidated financial statements for the year ended 31st March, 2016 contains qualification regarding non-recognition of income of interest on Income-tax refunds amounting to Rs.1,060.94 lacs (Previous year ended 31st March 2015 : Rs. 1,060.94 lacs) and short provision of tax of Rs.277.21 lacs (Previous year ended 31st March 2015 : Rs. 277.21 lacs). The auditors had also qualified their report for year ended 31st March 2015 for the above matter.

6) During the year the Holding Company has incurred loss amounting to Rs.15.15 lacs (2014-15: Rs.6.96 lacs). As at March 31, 2016, its negative net worth (excluding borrowing from and investments in subsidiaries) is Rs. 2,253.83 Lacs (March 31, 2015: Rs. 2,236.65 lacs) which is mainly represented by, borrowing from one of the promoter group company of Rs. 1,500 lacs (March 31, 2015: Rs. 1,500 lacs), (which as per the scheme of Compromise and arrangement sanctioned by High Court of Gujarat in 2004 would not be repaid before repayment of all other liabilities). Further, the interest received of Rs. 1,060.94 lacs on Income tax refund of Rs.3,102.74 lacs and short provision of tax of Rs. 277.21 lacs resulting therefrom, is pending adjustment/accounting consequent to appeals filed by the Income tax Authorities against the refund order.

In view of the above, the financial results have been prepared on going concern basis and do not include any adjustment relating to recorded amounts and the classification of asset and liabilities that might be necessary should the Company be unable to continue as a going concern.

7) The Group has incurred a loss of Rs 19.72 lacs (2014-15: loss after tax Rs. 12.00 lacs) for the financial year ended March 31, 2016. As at March 31, 2016, the Group's negative net worth is Rs. 2,206.06 lacs (March 31, 2015: Rs. 2,186.34 lacs) which is mainly represented by, borrowing from the one of the promoter group company of Rs. 1,500 lacs (March 31, 2015: Rs.1,500.00 lacs) (which borrowing as per the Scheme of Compromise and Arrangement sanctioned in 2004 by High Court of Gujarat, would not be repaid before repayment of all other liabilities). Further, the interest received of Rs. 1,060.94 lacs on Income tax refund of Rs.3,102.74 lacs and short provision of tax of Rs. 277.21 lacs resulting therefrom, is pending adjustment/accounting consequent to appeals filed by the Income tax Authorities against the refund order.

In view of the above, the financial results have been prepared on going concern basis and do not include any adjustment relating to recorded amounts and the classification of asset and liabilities that might be necessary should the Company be unable to continue as a going concern.

8) Hon'ble High Court of Gujarat had sanctioned the scheme of compromise and arrangement between the Company and a consortium of 16 banks on 27th July,2004 under section 391 of the Companies Act,1956 and the Company has made the payment in the accounting year 2004-05 to the banks as per the Court's order. However, the final deed of Assignment of the charged assets in favour of banks is yet to be made.

9) The Company has unabsorbed depreciation and carry forward losses under the Income Tax Act, 1961. In the absence of virtual certainty of sufficient future taxable income, net deferred tax assets have not been recognized in the results under review.

10) As the Holding company and its subsidiaries have ceased operations, there are no reportable segments in accordance with the requirement of Accounting Standard (AS-17) " Segment Reporting" specified under Section 133 of the Companies Act, 2013.

11) The figures for quarter ended 31st March 2016 and 31st March 2015 are balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto third quarter of the relevant financial year.

12) Figures of the previous quarter/period/year have been regrouped, wherever necessary.

Place: Ahmedabad
Date: 19th May, 2016



For Gujarat Lease Financing Ltd.

Harnish Patel
Director

DIN No. 00114198



pm

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF
GUJARAT LEASE FINANCING LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of **GUJARAT LEASE FINANCING LIMITED** ("the Company"), for the year ended 31st March 2016 ("the Statement"), 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 the related financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement, 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 Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

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

3. Attention is invited to Notes 3 and 4 to the financial results regarding non-recognition of income of interest on income-tax refunds received in earlier years amounting to Rs.1,060.94 lacs (Previous year ended 31st March, 2015: Rs.1,060.94 lacs) and short provision of tax of Rs.277.21 lacs (Previous year ended 31st March, 2015: Rs. 277.21 lacs).

Had the aforesaid amount of interest on income-tax refund been accounted for in the books of account, the accumulated losses as at 31st March, 2016 would have been Rs.16,767.55 lacs (Previous year ended 31st March, 2015: Rs. 16,752.40 lacs) as against the reported figure of Rs.17,551.28 lacs (Previous year ended 31st March, 2015: Rs. 17,536.13 lacs), provision for taxation net of advance tax would have been converted to advance tax net of provision Rs.1.67 lacs (Previous year ended 31st March, 2015: Rs. 1.79 lacs) as against the reported figure of Rs.782.06 lacs (Previous year ended 31st March, 2015: Rs. 781.94 lacs)

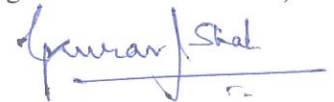


In respect of the above matter, our audit report on the standalone financial statements for the year ended 31st March 2015 was similarly modified.

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) is presented in accordance with the requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - (ii) except for the possible effects of the matter described in paragraph 3 above, gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net loss and other financial information of the Company for the year ended 31st March 2016.
5. The Statement includes the results for the Quarter ended 31st March 2016 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.
6. Attention is invited to Note 6 to the standalone financial results regarding preparation of the financial results of the Company on going concern basis for the reasons stated therein. The appropriateness of this assumption of going concern is dependent upon the continued support from one of the promoter group company and the resolution of the tax dispute referred to in the said note.

Our opinion is not modified in respect of this matter.

For C.C. Chokshi & Co.
Chartered Accountants
(Firm's Registration No. 101876W)



Gaurav J. Shah
Partner

(Membership No. 35701)

AHMEDABAD, 19th May, 2016



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

**Statement on Impact of Audit Qualifications for the Financial Year ended 31st March 2016
[See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]**

Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In lacs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In lacs)
1	Turnover/ Total Income	--	--
	Other Income	25.83	25.83
	Interest on Income - Tax Refund	--	1060.94
	Total Other Income	25.83	1086.77
2	Total Expenditure	40.98	40.98
	Provision for Tax	--	277.21
3	Net Profit/(Loss)	(15.15)	768.58
4	Earnings Per Share	(0.06)	2.83
5	Total Assets	1187.46	1189.13
6	Total Liabilities	4147.20	3365.14
7	Net Worth	(2959.74)	(2176.01)
8	Any other financial item(s) (as felt appropriate by the management)	--	--

2. Audit Qualification (each audit qualification separately)

a. Details of Audit Qualification:

Attention is invited to the Notes 3 and 4 to the financial results regarding non-recognition of income of interest on income-tax refunds received in earlier years amounting to Rs.1,060.94 lacs (Previous year ended 31st March, 2015: Rs.1,060.94 lacs) and short provision of tax of Rs.277.21 lacs (Previous year ended 31st March, 2015: Rs. 277.21 lacs).

Had the aforesaid amount of interest on income-tax refund been accounted for in the books of account, the accumulated losses as at 31st March, 2016 would have been Rs.16,767.55 lacs (Previous year ended 31st March, 2015: Rs. 16,752.40 lacs) as against reported figure of Rs.17,551.28 lacs (Previous year ended 31st March, 2015: Rs. 17,536.13 lacs), provision for taxation net of advance tax would have been converted to advance tax net of provision Rs.1.67 lacs (Previous year ended 31st March, 2015: Rs. 1.79 lacs) as against reported figure of Rs.782.06 lacs (Previous year ended 31st March, 2015: Rs. 781.94 lacs).

In respect of the above matter, our audit report on the standalone financial statements for the year ended 31st March 2015 was similarly modified.

b. Type of Audit Qualification :Qualified Opinion

c. Frequency of qualification:

The matter has been reported as a qualification since financial year ended 31st March, 2002

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

Management is agreeable on the audit qualification on account of tax matter being disputed at various tax authorities including High Court.

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:

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

3. Signatories:

Director -in- charge:

(Harnish Patel)

CFO:

(Janak Mehta)

Audit Committee Chairman:

(S.M.Shah)

Statutory Auditor :

Refer our audit report dated 19th May 2016 on the Standalone financial results of the Company.

For C.C. Chokshi & Co.

Chartered Accountants

(Registration No. 101876w)

(Gaurav J. Shah)

Gaurav J. Shah

Partner

(Membership No. 35701)



Place: Ahmedabad

Date: 23rd December, 2016

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF
GUJARAT LEASE FINANCING LIMITED**

1. We have audited the accompanying Statement of Consolidated Financial Results of **GUJARAT LEASE FINANCING LIMITED** ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the year ended 31st March 2016 ("the Statement"), being submitted by the Holding 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 Holding Company's Management and approved by the Board of Directors, has been prepared on the basis of the related consolidated financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable, and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Holding Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Holding Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

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

3. We did not audit the financial statements of three subsidiaries, whose financial statements reflect total assets (net) of Rs.49.18 lacs as at 31st March, 2016, total revenues of Rs.7.98 lacs for the year ended 31st March 2016 and total loss after tax of Rs. 4.57 lacs for the year ended 31st March, 2016, as considered in the consolidated financial results. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.
4. Attention is invited to Notes 3 and 5 to the financial results regarding non-recognition of interest on income-tax refunds amounting to Rs.1,060.94 lacs (Previous year ended 31st March, 2015: Rs. 1,060.94 lacs) and short provision of tax of Rs.277.21 lacs (Previous year ended 31st March, 2015: Rs.277.21 lacs).



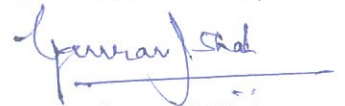
Had the aforesaid amount of interest on income-tax refund been accounted for in the books of account, the accumulated losses as at 31st March, 2016 would have been Rs.16,769.96 lacs (Previous year ended 31st March, 2015: Rs. 16,750.24 lacs) as against the reported figure of Rs.17,553.69 lacs (Previous year ended 31st March, 2015: Rs.17,533.97 lacs), provision for taxation net of advance tax would have been converted to advance tax net of provision Rs.1.67 lacs (Previous year ended 31st March, 2015: Rs. 1.79 lacs) as against the reported figure of Rs.782.06 lacs (Previous year ended 31st March, 2015: Rs. 781.94 lacs)

In respect of the above matter, our audit report on the consolidated financial statements for the year ended 31st March 2015 was similarly modified.

5. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors referred to in paragraph 3 above, the Statement:
- a) includes the results of the following entities:
 - i) GLFL Housing Finance Limited
 - ii) GLFL Securities Limited
 - iii) GLFL International Limited
 - b) is presented in accordance with the requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - c) except for the possible effects of the matter described in paragraph 4 above, gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the consolidated net loss and other financial information of the Group for the year ended 31st March 2016.
6. Attention is invited to Note 7 to the financial results regarding preparation of the financial statements of the Group on going concern basis for the reasons stated therein. The appropriateness of this assumption of going concern is dependent upon the continued support from one of the promoter group company and the resolution of the tax dispute referred to in the said note.

Our opinion is not modified in respect of this matter.

For C.C. Chokshi & Co.
Chartered Accountants
(Firm's Registration No. 101876W)



Gaurav J. Shah
Partner

(Membership No. 35701)

AHMEDABAD, 19th May, 2016



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

**Statement on Impact of Audit Qualifications for the Financial Year ended 31st March 2016
[See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]**

Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In lacs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In lacs)
1	Turnover/ Total Income	--	--
	Other Income	33.81	33.81
	Interest on Income - Tax Refund	--	1060.94
	Total Other Income	33.81	1094.75
2	Total Expenditure	53.53	53.53
	Provision for Tax	--	277.21
3	Net Profit/(Loss)	(19.72)	764.01
4	Earnings Per Share	(0.07)	2.82
5	Total Assets	115.73	117.40
6	Total Liabilities	2321.79	1539.73
7	Net Worth	(2206.06)	(1422.33)
8	Any other financial item(s) (as felt appropriate by the management)	--	--

2. Audit Qualification (each audit qualification separately)

a. Details of Audit Qualification:

Attention is invited to Notes 3 and 5 to the financial results regarding non-recognition of income of interest on income-tax refunds amounting to Rs.1,060.94lacs (Previous year ended 31st March, 2015: Rs.1,060.94 lacs) and shortprovision of tax of Rs.277.21 lacs (Previous year ended 31st March, 2015: Rs. 277.21 lacs).

Had the aforesaid amount of interest on income-tax refund been accounted for in the books of account, the accumulated losses as at 31st March, 2016 would have been Rs.16,769.96 lacs (Previous year ended 31st March, 2015: Rs. 16,750.24lacs) as against reported figure of Rs.17,553.69 lacs (Previous year ended 31st March, 2015: Rs. 17,533.97 lacs), provisionfor taxation net of advance tax would have been converted to advance tax net of provision Rs.1.67 lacs (Previous yearended 31st March, 2015: Rs. 1.79 lacs) as against reported figure of Rs.782.06 lacs (Previous year ended 31st March, 2015:Rs. 781.94 lacs).

In respect of the above matter, our audit report on the consolidated financial statements for the year ended 31st March 2015 was similarly modified.

b. Type of Audit Qualification :Qualified Opinion

c. Frequency of qualification:

The matter has been reported as a qualification since financial year ended 31st March, 2002

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

Management is agreeable on the audit qualification on account of tax matter being disputed at various tax authorities including High Court.

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

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

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

(vi) Auditors' Comments on (i) or (ii) above:

3. Signatories:

Director -in- charge:

(Harnish Patel)

CFO:

(Janak Mehta)

Audit Committee Chairman:

(S.M.Shah)

Statutory Auditor :

Refer our audit report dated 19th May 2016 on the consolidated financial results of the Company.

For C.C. Chokshi & Co.

Chartered Accountants

(Registration No. 101876w)

Gaurav J. Shah

Partner

(Membership No. 35701)



Place: Ahmedabad

Date: 23rd December, 2016