SALORA
Salora International Ltd.

May 27, 2016

The Secretary
National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor, Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (E)
MUMBAI – 400 051.

Sub: **Regulation 33 of SEBI (LODR) Regulations, 2015 – Audited Financial Results of the Company for the financial year ended 31st March, 2016.**

Dear Sir,

Further to our letter dated 14.05.2016, pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015, the Board of Directors of the Company at its meeting held on today i.e. 27th May, 2016 scheduled from 11: 30 AM to conclude around 18: 15 PM, has approved the attached Audited Financial Results of the Company for the financial year ended 31st March, 2016.

Kindly find enclosed the following documents along with the Audited Financial Results.

- Annual Audited Financial Results (Standalone and consolidated) for the Financial Year ended 31st March, 2016
- Auditors Report on Annual Audited Financial Results (Standalone and Consolidated) for the Financial Year ended 31st March, 2016
- Form A (Standalone and Consolidated)

Said financials be also made available on our website: www.salora.com and the extract of the same be published in newspapers.

Thanking you,

Yours faithfully,
for SALORA INTERNATIONAL LTD.,

(NITIN AGRAHARI)
COMPANY SECRETARY.

Encl.: As above

SALORA INTERNATIONAL LIMITED

Regd. office : D-13/4,Okhla Industrial Area, Phase-II, New Delhi-110020.

Visit us at www.salora.com

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

PART- I

(Rs. In lacs)

S.No.	Particulars	Quarter Ended			Year Ended 31st March			
		Stand Alone			Stand Alone		Consolidated	
		31.03.2016	31.12.2015	31.03.2015	2016	2015	2016	2015
		Audited	Unaudited	Audited	Audited		Audited	
1(a)	Net Sales / Income from Operations	7,871.38	8,855.00	8,644.67	30,948.07	29,509.83	30,498.61	29,289.00
(b)	Other Operating Income	208.49	101.92	21.41	311.15	43.00	400.76	63.83
	Total	8,079.87	8,956.92	8,666.08	31,259.22	29,552.83	30,899.37	29,352.83
2	**Expenditure**							
	a) Cost of Materials Consumed	843.18	379.75	412.19	1,684.47	2,214.04	1,811.93	2,329.73
	b) Purchases of Stock in Trade	5,932.25	7,371.23	6,917.49	26,848.33	24,003.90	26,142.22	23,584.35
	c) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in- Trade	471.72	487.25	217.85	(522.65)	(152.41)	(521.99)	(152.40)
	d) Employee Benefits Expenses	229.57	222.15	212.02	905.72	896.72	996.69	966.06
	e) Depreciation and Amortisation Expenses	58.58	81.17	65.01	250.92	326.09	284.56	360.34
	f) Other Expenses	452.79	362.22	632.74	1,627.52	1,688.77	1,678.52	1,757.84
	g)Total expenses	7,988.09	8,903.77	8,457.31	30,794.31	28,977.12	30,391.93	28,845.91
3	**Profit/(Loss) from Operations before Other Income,Finance Costs and Exceptional Items (1-2)**	91.78	53.15	208.77	464.91	575.71	507.44	506.92
4	Other Income	1.13	2.51	9.13	18.20	27.81	18.20	27.82
5	**Profit/(Loss) from ordinary activities before Finance Costs and Exceptional Items (3+4)**	92.91	55.66	217.90	483.11	603.52	525.64	534.74
6	Finance Cost	147.92	156.48	147.22	625.45	564.12	652.86	599.95
7	**Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional Items (5-6)**	(55.01)	(100.82)	70.68	(142.34)	39.40	(127.22)	(65.21)
8	Exceptional Items	-	-	-	-	-	-	-
9	**Profit/(Loss) from Ordinary Activities before Tax (7-8)**	(55.01)	(100.82)	70.68	(142.34)	39.40	(127.22)	(65.21)
10	**Tax Expenses :**	(16.24)	(55.88)	6.52	(55.32)	3.86	(51.06)	(18.85)
	a) Current Tax	-	-	-	-	-	-	-
	b) Deferred Tax	(16.24)	(55.88)	6.52	(55.32)	(0.87)	(51.06)	(23.59)
	c) Earlier Year : Income Tax (inclusive of interest)	-	-	-	-	4.74	-	4.74
11	**Net Profit/(Loss) from Ordinary Activities after Tax (9-10)**	(38.77)	(44.94)	64.16	(87.02)	35.53	(76.16)	(46.36)
12	Extraordinary item (net of tax expenses)	-	-	-	-	-	-	-
13	**Net Profit/(Loss) for the period (11+12)**	(38.77)	(44.94)	64.16	(87.02)	35.53	(76.16)	(46.36)
14	Minority Interest-Profit/(Loss)	-			-	-	2.27	(17.16)
15	**Net Profit/(Loss) after Minority Interest (13+14)**	(38.77)	(44.94)	64.16	(87.02)	35.53	(73.89)	(29.20)
16	Paid-up Equity Share Capital (face value Rs.10/-each)	880.73	880.73	880.73	880.73	880.73	880.73	880.73
17	Reserves Excluding Revaluation Reserves as per balance sheet				10,401.02	10,488.04	10,272.45	10,350.89
18	Earning Per Share (EPS)(not annualised)							
	a)Basic and diluted (Rs.) before Extraordinary items	(0.44)	(0.51)	0.73	(0.99)	0.40	(0.84)	(0.33)
	b)Basic and diluted (Rs.) after Extraordinary items	(0.44)	(0.51)	0.73	(0.99)	0.40	(0.84)	(0.33)

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. In lacs)

S.No.	Particulars	Quarter Ended			Year Ended 31st March			
		Stand Alone			(Audited)		Consolidated	
		31.03.2016	31.12.2015	31.03.2015	Stand Alone			
		Audited	Unaudited	Audited	2016	2015	2016	2015
1	**Segment Revenue (net sales/income from operations)**							
	a) Infocom Division	7,483.00	8,211.19	7,747.42	28,297.04	25,140.27	28,297.04	25,140.28
	b) Consumer Electronics Division	343.80	626.20	868.63	2,294.14	4,001.93	1,844.68	3,781.10
	c) Wind Energy	44.58	17.61	28.61	356.89	367.62	356.89	367.62
	Net Sales / Income from Operations	**7,871.38**	**8,855.00**	**8,644.66**	**30,948.07**	**29,509.82**	**30,498.61**	**29,289.01**
2	**Segment Results - (Profit / (Loss) before tax and interest from segment)**							
	a) Infocom Division	274.50	206.32	358.14	839.04	742.36	839.04	742.36
	b) Consumer Electronics Division	(43.44)	(14.77)	(2.37)	(39.39)	97.50	(24.27)	28.71
	c) Wind Energy	(3.82)	(31.53)	(7.85)	162.98	211.73	162.98	211.73
	Total	**227.24**	**160.02**	**347.93**	**962.63**	**1,051.60**	**977.75**	**982.81**
	Less : i. Interest	127.72	138.69	124.14	558.36	489.68	558.36	525.50
	ii. Other un-allocable expenditure net of un-allocable income	154.53	122.15	153.11	546.61	522.52	546.61	522.52
	Profit from ordinary activities	**(55.01)**	**(100.82)**	**70.68**	**(142.34)**	**39.40**	**(127.22)**	**(65.21)**
3	**Capital Employed - (Segment Assets-Segment Liabilities)**							
	a) Infocom Division	8,266.63	9,464.34	8,765.51	8,266.63	8,765.51	8,266.63	8,765.51
	b) Consumer Electronics Division	3,564.21	3,297.96	3,713.00	3,564.21	3,713.00	3,435.64	3,575.85
	c) Wind Energy	1,777.05	1,780.86	1,797.80	1,777.05	1,797.80	1,777.05	1,797.80
	d) Un-allocable Capital Employed	(2,325.42)	(3,221.92)	(2,906.82)	(2,325.42)	(2,906.82)	(2,325.42)	(2,906.82)
	Total	**11,282.47**	**11,321.24**	**11,369.49**	**11,282.47**	**11,369.49**	**11,153.90**	**11,232.34**

STATEMENT OF ASSETS AND LIABILITIES

(Rs. In lacs)

(Rs. In lacs)

S.No.	Particulars	As At 31st March (Audited)			
		Stand Alone		Consolidated	
		2016	2015	2016	2015
I.	**EQUITY AND LIABILITIES**				
(1)	**Shareholders' Funds**				
(a)	Share Capital	881.45	881.45	881.45	881.45
(b)	Reserves and Surplus	10,401.02	10,488.04	10,272.45	10,350.89
	Sub Total	**11,282.47**	**11,369.48**	**11,153.90**	**11,232.34**
(2)	**Minority Interest**	-	-	56.44	**54.16**
(3)	**Non - current liabilities**				
(a)	Long term borrowings	558.06	563.89	798.06	803.89
(b)	Deferred tax liabilities (Net)	(277.02)	(221.69)	(397.08)	(346.02)

(d)	Long term provisions	17.03	17.72	17.03	17.72
	Sub Total	**472.21**	**575.81**	**592.15**	**691.49**
(4)	**Current Liabilities**				
(a)	Short term borrowings	3,234.40	3,795.42	3,234.40	3,795.42
(b)	Trade payables	3,986.99	1,452.94	4,015.15	1,483.96
(c)	Other current liabilities	330.80	594.78	400.25	645.81
(d)	Short term provisions	88.97	80.42	88.97	80.42
	Sub Total	**7,641.16**	**5,923.56**	**7,738.77**	**6,005.61**
	TOTAL	**19,395.84**	**17,868.86**	**19,541.26**	**17,983.59**
II.	**ASSETS**				
(1)	**Non - current assets**				
(a)	Fixed Assets				
	(i) Tangible assets	2,747.60	2,868.60	2,958.39	3,113.04
	(ii) Intangible assets	17.94	28.07	17.94	28.07
	(iii) Capital work in progress	-	-	-	
	Sub Total	**2,765.54**	**2,896.67**	**2,976.33**	**3,141.11**
(b)	Non - current investments	346.07	346.07	4.59	4.59
(c)	Long term loans and advances	885.92	849.01	939.81	902.91
(d)	Other non current assets	-	-	-	-
	Sub Total	**3,997.53**	**4,091.76**	**3,920.73**	**4,048.61**
(2)	**Current Assets**				
(a)	Inventories	4,754.19	3,874.84	4,814.61	3,992.64
(b)	Trade receivables	8,100.84	7,193.57	8,170.24	7,263.15
(c)	Cash and Bank Balances	215.63	213.91	218.22	216.05
(d)	Short Term Loans and Advances	2,218.74	2,385.47	2,130.76	2,353.83
(e)	Other Current Assets	108.91	109.32	286.70	109.33
	Sub Total	**15,398.31**	**13,777.10**	**15,620.53**	**13,934.99**
	TOTAL	**19,395.84**	**17,868.86**	**19,541.26**	**17,983.60**

Notes:

1. The figures of the respective corresponding previous period have been re-grouped and/or re-arranged wherever necessary.
2. The consolidated financial results for the year ended 31st March 2016 comprise the financial results of Salora International Limited and its subsidiary Salora Component Limited.
3. The above audited financial results have been reviewed by the Audit Committee and approved thereafter by the Board of Directors in meeting held on 27th May 2016.
4. The figures of last quarter ended are the balancing figures between audited figures in respect of the full financial result ended March 31st 2016 and the published year to date figures upto the 3rd quarter ended December 31st 2015.

Place : New Delhi.
Date : 27th May, 2016

GOPAL JIWARAJKA
CHAIRMAN & MANAGING DIRECTOR

K. PRASAD & COMPANY
Chartered Accountants

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fca.rsgupta@gmail.com

INDEPENDENT AUDITORS' REPORT

To The Members of
Salora International Ltd.

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of SALORA INTERNATIONAL LIMITED. (the "Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone 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 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these standalone 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 the 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 the 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls of the entity'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 Company's Directors, as well as evaluating the overall presentation of the financial statements.

K. PRASAD & COMPANY * New Delhi

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 flows 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 exercise of powers conferred by sub-section 11 of section 143 of the Act, we give in the "Annexure A" attached hereto our comments on the matters specified in the paragraphs 3 and 4 of the said Order.

2. As required by sub-section 3 of Section 143 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 purposes of our audit.

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

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

(d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Account) Rules, 2014.

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

(f) With respect to the adequacy of the internal financial controls 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 matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

1. The Company has disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note 35 to the financial statements.

2. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **K. Prasad & Company**
Chartered Accountants
FRN 002755N

K. PRASAD & COMPANY * Chartered Accountants * New Delhi

R.S. Gupta
Partner
M.No: 072666
Place: New Delhi
Date-: 27th May 2016

K. PRASAD & COMPANY
Chartered Accountants

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INDEPENDENT AUDITORS' REPORT

To the Members of
Salora International Limited

Report on the consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Salora International Limited (hereinafter referred to as "the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") comprising of the Consolidated Balance Sheet as at 31st March, 2016, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors are responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group 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. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the 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 controls, that were operating effectively for ensuring the accuracy and completeness of the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the 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 the Rules made thereunder.

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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whetherdue to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures

K. PRASAD & COMPANY * New Delhi * Chartered Accountants *

that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Holding Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditor in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group as at 31st March, 2016, and their consolidated loss and their consolidated cash flows for the year ended on that date.

Other Matters

a. We did not audit the financial statements / financial information of subsidiary whose financial statements / financial information reflect total assets of Rs.69501449 as at 31st March, 2016, total revenues of Rs. 73812605 for the year ended on that date, as considered in the consolidated financial statements.

These financial statements / financial information have been audited by other auditor whose report 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 subsidiary and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary are based solely on the report of the other auditor.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditor and the financial statements / financial information certified by the management.

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 Act, based on the comments in the auditors' reports of the Holding company, subsidiary company, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, we report, to the extent applicable, 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 purposes of our audit of the aforesaid consolidated financial statements.

b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.

c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.



d. In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
e. On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2016 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditor of its subsidiary company, incorporated in India, none of the directors of the Group companies, are disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The group has disclosed the impact of Pending litigations on its financial position in its financial statements- Refer note No. 35 to the financial statements,
ii. The Group did not have any material foreseeable losses 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 **K. Prasad & Company**
Chartered Accountants
FRN 002755N

R.S. Gupta
Partner
M.No: 072666

K. PRASAD & COMPANY * Chartered Accountants * New Delhi

Place: New Delhi
Date-: 27th May 2016

K. PRASAD & COMPANY
Chartered Accountants

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THE ANNEXURE A REFERRED TO IN INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE COMPANY ON THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2016, WE REPORT THAT:

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

b. Major fixed assets have been physically verified by the management during the year. As explained to us, no discrepancy were noticed on such verification.

c. According to the information and explanation given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the company, except the following,

• Lease hold land at D-13/4 Okhla Industrial Area Phase II is in the company's old name.

2. Inventories has been physically verified by the management during the year except service spares and goods/ material in bond, transit or with third party. In our opinion, the frequency of physical is reasonable

3. According to the information and explanation given to us, the Company's has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under section 189 of the Companies Act 2013 and hence sub clause (a) (b) (c) are not applicable.

4. According to the information and explanation given to us, In respect of loans, investments, guarantees and security the provisions of section 185 and 186 of the Companies Act 2013 have been complied with

5. The company has not accepted any deposits from the public in accordance with the provisions of sections 73 to 76 of the Act and the Rules framed there under.

6. We have broadly reviewed the books of account maintained by the company pursuant to the Rules made by the Central Government of India, maintenance of cost records has been prescribed under sub section (1) of section 148 of the Companies Act, 2013 and are of the opinion that prima facie, the prescribed accounts and records are being made and maintained.

7. a. According to the records of the Company and information and explanations given to us, Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Custom Duty, Cess, Excise Duty, Service Tax, Value added tax, and other material statutory dues have been deposited regularly during the period with the appropriate authorities. According to the records of the Company and information and explanations given to us there were no arrears of outstanding statutory dues as at 31st March, 2016 for a period of more than six months from the date they became payable.

b. According to the records of the Company and information and explanations given to us the following are the particulars of disputed amounts payable in respect of Income tax, Sales

K. PRASAD & COMPANY * New Delhi * Chartered Accountants

Tax, Custom Duty, Excise Duty and Service tax as at the last day of the period ending 31st March, 2016 are as follows:

Name of the Statute	Nature of the dues	Dispute Amount (Rs /Lacs)	Amount Deposited (Rs /Lacs)	Amount not Deposited (Rs /Lacs)	Period to which the amount relates to various years covering the period	Forum where pending
Income Tax Act, 1961	Income Tax	37.88	37.88	0	2002-2003	Appellate Authority - High Court
	Income Tax	7.12	2.55	4.57	2009-2010	Appellate Authority - CIT (A)
Sales Tax Law	Sales Tax	42.21	16.18	26.03	2000-2004	Appellate Authority - Supreme Court
	Sales Tax	38.21	8.32	29.89	1995-2002	Appellate Authority - High Court
	Sales Tax	808.35	166.62	641.73	2000-2012	Appellate Authority - Sales Tax Commissioner
Finance Act, 1994	Service Tax on Royalty	1.97	0	1.97	2002-2003	Appellate Authority - Excise Commissioner
Custom Act, 1962	Custom Duty	Not ascertained	20	0	1994-1995	Appellate Authority - Tribunal
	Custom Duty	20.14	20.14	0	1994-1995	Commissioner
Central Excise Act, 1944	Excise Duty	2435.21	300.00	2135.21	1993-1994 to 2003-2004	Appellate Authority - Tribunal
	Excise Duty	89.23	4.20	85.03	2000-2011	Appellate Authority - Tribunal
	Excise Duty	7.83	7.83	0	2006-2008	Assistant Commissioner
	Excise Duty	1.78	2.00	0	1995-1996	Commissioner
	Penalty	2435.22	0	2435.22	1993-1994 to 2003-2004	Appellate Authority - Tribunal

8. According to the information and explanation given to us by the management, the Company has not defaulted in the repayment of dues to banks. The company did not have any debenture holders during the year.



9. Term loan was applied for the purpose for which they were raised. The company has not raised any money by way of Initial public offer or further public offer (Including debt instrument) during the year.

10. To be best of our knowledge and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, its officers or employees, noticed or reported during the year, nor have we been informed of such case by the management.

11. According to the information and explanation given to us and to best of our knowledge, we are of the opinion that the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.

12. According to the information and explanation given to us, the provisions of any Special Statute applicable to Nidhi Companies are not applicable to the Company, so the provisions of this clause is not applicable to the Company.

13. According to the information and explanation given to us and based on our examination of the records, all the transactions with related parties are in compliance with section 177 and 188 of the Companies Act, 2013 and all the details have been disclosed in the financial statements as per Accounting Standard-18.

14. According to the information and explanation given to us and to the best of our knowledge, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period under review.

15. According to the information and explanation given to us and to the best of our knowledge, the Company has not entered into any non-cash transactions during the period with directors or persons connected with him.

16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

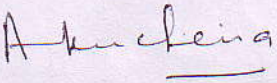
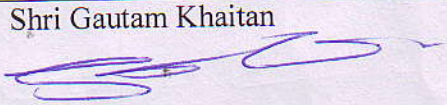
For K. Prasad & Company
Chartered Accountants
FRN 002755N

K. PRASAD & COMPANY New Delhi Chartered Accountants

R.S. Gupta
Partner
M.No: 072666

Place: New Delhi
Date-: 27th May 2016

FORM A (For Audit Report with Unmodified Opinion)
{Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015}
Covering letter of the annual audit report to be filed with the stock exchanges

1.	Name of the Company:	**Salora International Limited**
2.	Annual financial statements for the year ended	31st March, 2016
3.	Type of Audit observation	Un-qualified
4.	Frequency of observation	Not Applicable
5.	To be signed by: • Chairman & Managing Director	Shri Gopal Sitaram Jiwarajka  (DIN- 00024325)
	• CFO	Shri Ashok Kumar Kucheria  (PAN- AAEPK6041R)
	• Audit Committee Chairman	Shri Gautam Khaitan  (DIN- 00021117)
	• Auditor of the company	***For* K. Prasad & Company** **Chartered Accountants** **FRN : 002755N**  **R. S. Gupta** **(Partner)** **Membership No : 072666**

Date: 27th May, 2016
Place: New Delhi