AN ISO 9001 : 2008
certified company

SIMPLEX INFRASTRUCTURES LIMITED

REGD. OFFICE :

'SIMPLEX HOUSE', 27, SHAKESPEARE SARANI, KOLKATA-700 017 (INDIA)
PHONES : +91 33 2301-1600, FAX : +91 33 2283-5964 / 5965 / 5966
E-mail : simplexkolkata@simplexinfra.com, Website : www.simplexinfrastructures.com
CIN No. L45209 WB 1924 PLC 004969

Ref No.: 01/CS/SE/001/92206

June 1, 2016

The Secretary
BSE Limited
1st Floor, New Trade Ring
Rotunda Building
Phiroze JeeJeebhoy Towers
Dalal Street, Mumbai – 400 001

The Secretary
The Calcutta Stock Exchange Ltd
7, Lyons Range
Kolkata – 700 001

The Secretary
National Stock Exchange of India Limited
5th Floor, Exchange Plaza,Bandra East
Bandra Kurla Complex ,Mumbai – 400 051

Sub: Statement of Impact of Audit Qualifications for the financial year ended 31.03.2016

Dear Sir,

In furtherance to our letter Ref No.01/CS/SE/001/92200 dated May 30, 2016, captioned 'Outcome of Board Meeting held on 30th May, 2016', we hereby enclose the statement of Impact of Audit Qualifications for the year ended 31st March, 2016, both for standalone and consolidated accounts, as per SEBI Circular no. CIR/CFD/CMD/56/2016 dated May 27, 2016.

We request you to kindly condone the delay in filing the aforesaid documents and take the above in your records.

Thanking you,
Yours faithfully,
For Simplex Infrastructures Limited

B. L. Bajoria
Sr. Vice President & Company Secretary

enclo:a/a

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Statement on Impact of Audit Qualifications for the Financial Year ended 31st March, 2016 (Standalone)

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In Lakhs)
	1.	Turnover / Total income	590,863	Not Applicable Refer Item II (d) below
	2.	Total Expenditure	584,236	
	3.	Net Profit/(Loss)	6,627	
	4.	Earnings Per Share	13.40	
	5.	Total Assets	804,797	
	6.	Total Liabilities	650,916	
	7.	Net Worth *	153,881	
	8.	Any other financial item(s) (as felt appropriate by the management)	-	

* Represents Shareholders' Funds as per Balance Sheet

II.	Audit Qualification (each audit qualification separately):	
	a. Details of Audit Qualification:	The Independent Auditors have qualified their audit opinion in their Report dated 30th May, 2016 on the Standalone Financial Statements of the Company for the year ended 31st March, 2016 Relevant excerpts from the Independent Auditors' Report on the said Standalone Financial Statements are given below: **"Basis for Qualified Opinion** 8. We draw your attention to Note 32 to the standalone financial statements with regard to amount due from one of the subsidiary classified as Other Current Assets aggregating Rs.1,576 Lakhs (As at March 31, 2015: Rs.1,481 Lakhs) as at the year end. In view of the lack of adequate information, we are unable to comment on the extent of eventual recoverability of the said amount, which is required to be assessed by the management considering the principle of prudence as mentioned in Accounting Standard 1 " Disclosure of Accounting

		Policies". The impact of this matter on the Other Current Assets, Other Expenses, Total Expenses , Reserves and Surplus, Profit before Tax, Profit for the Year and Earnings per Share of the Company is not ascertainable at this stage. This matter was also qualified in our report on the standalone financial statements for the year ended March 31, 2015." **"Qualified Opinion** 9.In our opinion and to the best of our information and according to the explanations given to us, except for the indeterminate effect of the matter referred to in the Basis for Qualified Opinion paragraph above, 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 March 31, 2016, and its profit and its cash flows for the year ended on that date."
	b. Type of Audit Qualification :	Qualified Opinion
	c. Frequency of qualification:	This has been subject matter of qualification in the Auditors' Report on the Standalone Financial Statements of the Company since the financial year ended 31st March, 2011.
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not Applicable
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:	
	(i) Management's estimation on the impact of audit qualification:	Not ascertainable.
	(ii) If management is unable to estimate the impact, reasons for the same:	The Independent Auditors in their qualified audit opinion [refer Item II (a) above] have drawn reference to Note 32 to the Standalone Financial Statements for the year ended 31st March, 2016(prepared under the provisions of the Companies Act, 2013) which is in line with Note.2 on the Statement of Standalone And Consolidated Audited Financial Results for the quarter and year ended 31st March , 2016 prepared under Regulation 33 of SEBI (Listing Obligations and Disclosure

		Requirements) Regulations, 2015 and explains the reasons, as set out in the said Note 2 which reads as follows: "2.The Company has long term strategic Investments in shares of Simplex Infrastructures Libya Joint Venture Company (Simplex Libya), a subsidiary company located in Libya. The year-end book value of which is Rs. 387 lakhs and its year-end exposure in "Other Current Assets"[arising from sale of some plant and equipments referred to in paragraph below] and Short Term Loans and Advances due from Simplex Libya amounting to Rs. 1,576 lakhs and Rs.446 lakhs respectively. Though the political situation in Libya is expected to improve but on the basis of accounting prudence, the Company has made full provision during the year against aforesaid Investments and Short Term Loans and Advances. The Management's Representatives have carried out a physical inspection of Simplex Libya's aforesaid plant and equipments in May 2016 and Management has plan to bring back these items to some other locations of the Company at the earliest upon further improvement of the political situation in Libya and accordingly the Company expects that aforesaid Other Current Assets balance would be recovered. In view of the foregoing, Management is of view that the above Other Current Assets balance is recoverable and no provision in this regard is required to be made at this stage. The said reasons explain the Statutory Auditors' Qualification on the same issue in their Audit Report on the Company's financial statements for the year ended 31st March, 2016." As explained above, in the opinion of the Management, the aforesaid Other Current Assets is recoverable and no provision in this regard is required to be made at this stage. However, the Independent Auditors are unable to comment on the extent of eventual recoverability of the said Other Current Assets . Pending outcome of the Management's plans and considering events and conditions as set out in the above Note, the Management is unable to estimate the impact of the audit qualification.
	(iii) Auditors' Comments on (i) or (ii) above:	No comment further to "Details of Audit Qualification" in Item II (a) above.

III.	Signatories:	
	• CEO / Managing Director	A.K. Chatterjee CEO & Whole-time Director
	• CFO	Sukumar Dutta Whole-time Director & CFO
	• Audit Committee Chairman	Asutosh Sen Audit Committee Chairman
	• Statutory Auditor	1. For Price Waterhouse Firm Registration Number 301112E (Pradip Law) Partner Membership No. 51790 2. For H.S. Bhattacharjee & Co. Firm Registration Number 322303E (H.S. Bhattacharjee) Partner Membership No. 50370

Place: Kolkata

Date: June 1, 2016

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CIN No. L45209 WB 1924 PLC 004969

Statement on Impact of Audit Qualifications for the Financial Year ended 31st March, 2016 (Consolidated)

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In Lakhs)
	1.	Turnover / Total income	599,782	Not Applicable Refer Item II (d) below
	2.	Total Expenditure	592,911	
	3.	Net Profit/(Loss) *	6,841	
	4.	Earnings Per Share	13.83	
	5.	Total Assets	813,480	
	6.	Total Liabilities	653,808	
	7.	Net Worth **	158,794	
	8.	Any other financial item(s) (as felt appropriate by the management)	-	
	* Represents Net Profit After Tax and Minority Interest ** Represent Shareholders' Funds as per Balance Sheet and excluding minority interest			

II. Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification:

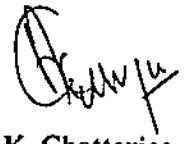
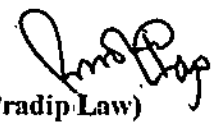
The Independent Auditors have qualified their audit opinion in their Report dated 30th May, 2016 on the Consolidated Financial Statements of the Company for the year ended 31st March, 2016.

Relevant excerpts from the Independent Auditors' Report on the said Consolidated Financial Statements are given below:

" Basis for Qualified Opinion

7. As stated in the Note 30(c) to the consolidated financial statements due to non-availability of financial information in respect of a foreign subsidiary, income and expenses and inter-company transactions pertaining to the period 1st April, 2015 till the date of disposal have not been recognised / eliminated in the consolidated statement of profit and loss in accordance with the requirement of Accounting Standard (AS) 21 "Consolidated Financial Statements". Also, as stated in the aforesaid Note pursuant to reduction in shareholding of the Holding Company in the subsidiary, carrying value of investment held in the subsidiary as at the date of disposal should have been recognised in accordance with AS 23- " Accounting for Investments in Associates in Consolidated Financial Statements", however, in the absence of availability of financial information, the investment has not been accounted for in Consolidated financial statements under the equity method."

		"Qualified Opinion 8. In our opinion and to the best of our information and according to the explanations given to us, except for the indeterminate effects of the matter referred to in paragraph 7 above, 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, its associates and jointly controlled entities as at March 31, 2016, and their consolidated profit and their consolidated cash flows for the year ended on that date."
	b. Type of Audit Qualification :	Qualified Opinion
	c. Frequency of qualification:	This qualification has appeared for the first time in the Independent Auditors' Report on the Consolidated Financial Statements of the Company for the financial year ended 31st March, 2016
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not Applicable
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:	
	(i) Management's estimation on the impact of audit qualification:	Not ascertainable.
	(ii) If management is unable to estimate the impact, reasons for the same:	The Independent Auditors in their qualified audit opinion [refer Item II (a) above] have drawn reference to Note 30(c) to the Consolidated Financial Statements for the year ended 31st March, 2016 (prepared under the provisions of the Companies Act, 2013) which is in line with Note.10 on the Statement of Standalone And Consolidated Audited Financial Results for the quarter and year ended 31st March , 2016 prepared under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and explains the reasons as set out in the said Note no.10, which reads as follows: "10. In March 2016 one foreign Subsidiary Company had become an Associate Company due to disinvestment. The financial statements of the said Associate Company for the year ended 31st March, 2016 have not been finalized and as such not taken into consideration for group's consolidation purpose in accordance with AS-21. As a result, impact of group's share in the earning/loss, as the case may be, as prescribed in AS-23, as well as year-end carrying amount of investment in the said Associate Company could not be ascertained. The said reasons explain the Statutory Auditors' Qualification on the same issue in their Audit Report on the Company's financial statements for the year ended 31st March, 2016." As explained above, in the absence of financial statements of the aforesaid entity, the Management is unable to estimate the impact of the audit qualification.
	(iii) Auditors' Comments on (i) or (ii) above:	No comment further to "Details of Audit Qualification" in Item II (a) above

III.	Signatories:	
	• CEO / Managing Director	 A.K. Chatterjee CEO & Whole-time Director
	• CFO	 Sukumar Dutta Whole-time Director & CFO
	• Audit Committee Chairman	 Asutosh Sen Audit Committee Chairman
	• Statutory Auditor	1. For Price Waterhouse Firm Registration Number 301112E  (Pradip Law) Partner Membership No. 51790 2. For H.S. Bhattacharjee & Co. Firm Registration Number 322303E (H.S. Bhattacharjee) Partner Membership No. 50370

Place: Kolkata
Date: June 1, 2016