



NEUEON TOWERS LIMITED

Ref: NTL/2024-25/0032/LSD

Date: Jan 16, 2025

To

**The Listing Compliance Department
M/s. BSE Limited**

Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001

Scrip code: **532887**

**The Listing Compliance Department
M/s. National Stock Exchange of India Limited**

Exchange Plaza, 5th Floor, Plot No. C/1, G Block,
Bandra Kurla Complex, Bandra (E),
Mumbai 400 051

Scrip symbol: **NTL**

Dear Sir/Madam,

Sub: Statement on Impact of Audit Qualifications.

I, Sudheer Rayachoti, Managing Director of M/s. Nueon Towers Limited, having its Registered Office at Survey No. 321, Turkala Khanapur Village, Hatnur Mandal, Hyderabad, Medak District, Telangana, India, 502201, hereby declare that, the Statutory Auditors of the Company, M/s RPSV & Co., (FRN: 0013151S) have issued an Audit Report with modified opinion on the Audited Financial Results and Statements (Standalone & Consolidated- Separately) of the Company for the quarter and year ended March 31, 2024.

We would like to draw your kind attention that the Company was admitted into Corporate Insolvency Resolution Process from 03rd June 2019 under the Insolvency and Bankruptcy Code, 2016 ("the Code") by Hon'ble NCLT, Hyderabad Bench. Prior to Hon'ble NCLT order dated 23rd Oct 2024, results were submitted along with the reports on May 27, 2024 by the Resolution Professional.

The Hon'ble NCLT has approved the Resolution Plan submitted by a consortium led by PRECA Solutions India Private Limited (hereinafter referred to as "Resolution Applicant") vide its Order dated 23rd Oct, 2024 ("Approval Order"). The Resolution Applicant has then formed an SPV namely "PRECA Structures Private Limited" for implementation of the approved resolution plan. The new Board of Directors has been reconstituted to manage affairs of the company w.e.f. 06th Nov 2024. The new Board of directors has discussed with statutory auditor and prepared statement of impact on qualifications. We are enclosing Statement on Impact of Audit Qualifications for your kind reference. Request you to take this on record.

Thanking you,
Yours sincerely,

For Nueon Towers Limited

Sudheer Rayachoti

Managing Director
DIN: 01914434

Encl: a/a



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Hatnur (M), Medak Dist. Telangana-502201



Corp & Admin. Office :
#24, Nagarjuna Hills, Punjagutta,
Hyderabad, Telangana-500082



NEUEON TOWERS LIMITED

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 31 March, 2024 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (In lacs)	Adjusted Figures (audited figures after adjusting for qualifications) (In lacs)
	1.	Turnover / Total income	152.72	152.72
	2.	Total Expenditure	9,522.48	9,522.48
	3.	Net Profit/(Loss)	(9,369.77)	(9,369.77)
	4.	Earnings Per Share	(16.57)	(16.57)
	5.	Total Assets	1,23,032.30	1,23,032.30
	6.	Total Liabilities	1,23,032.30	1,23,032.30
	7.	Net Worth	(1,47,584.71)	(1,47,584.71)
	8.	Any other financial item(s) (as felt appropriate by the management)		
II.	Audit Qualification (each audit qualification separately):			
	a.	Details of Audit Qualification:	As per Indian Accounting Standard -1 "Presentation of Financial Statements" wherein it has been explained by the management that the financial statements have been prepared on going concern basis. The Company has substantial negative net worth and accumulated losses of past years; The Company has made a default in the repayment of Principal and Interest against all the facilities sanctioned by Bank and company has gone into Insolvency and Bankruptcy Code 2016 under interim resolution ide Order no CP(IB) No 679/7/HDB/2018 dated 03.06.2019 which raises significant concern over going concern ability of company.	
	b.	Type of Audit Qualification :	Qualified Opinion	
	c.	Frequency of qualification:	1. Repetitive since financial year 2021-22.	
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	The Hon'ble NCLT has approved the Resolution Plan submitted by a consortium led by PRECA Solutions India Private Limited (hereinafter referred to as "Resolution Applicant") vide its Order dated 23rd Oct, 2024 ("Approval Order"). The Resolution Applicant has then formed an SPV namely "PRECA Structures Private Limited" for implementation of the approved resolution plan.	
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor:	The new Board of Directors has been reconstituted to manage affairs of the company w.e.f. 06th Nov 2024 which is confident run the business of the Company successfully in the coming years for the benefit of all the stakeholders of the Company.	
	(i)	Management's estimation on the impact of audit qualification:	The new Board of Directors has been reconstituted to manage affairs of the company w.e.f. 06th Nov 2024 which is confident run the business of the Company successfully in the coming years for the benefit of all the stakeholders of the Company.	
	(ii)	If management is unable to estimate the impact, reasons for the same:		
	(iii)	Auditors' Comments on (i) above:	The new board has formed w.e.f from 6th nov 2023 , "We draw your attention to the financial statements, which describes the reconstitution of the Board of Directors effective 6th November 2024. The new board has presented plans to address the company's financial and operational challenges, and management has revised its assessment of the going concern assumption accordingly. Our opinion is not modified in respect of this matter."	

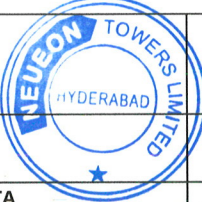
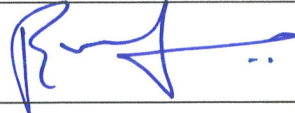
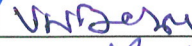
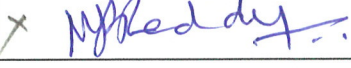
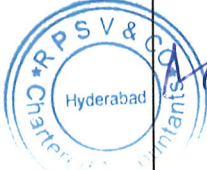


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Corp & Admin. Office :
#24, Nagarjuna Hills, Punjagutta,
Hyderabad, Telangana-500082



NEUEON TOWERS LIMITED

	(iii) Auditors' Comments on (ii) above:	
III.	Signatories: SUDHEER RAYACHOTI, Managing Director DIN. 01914434 NAVEEN BABU VEMULAPALLI Chief Financial Officer PURUSOTHAMA REDDY MARRIKUNTA Audit Committee Chairman For RPSV & CO., Chartered Accountants (FRN: 0013151S) M Murali Krishna (Partner) M.No. 238030 Place: Hyderabad	      Date: 09-01-2025

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	4.	Earnings Per Share	(16.57)	(16.57)
	5.	Total Assets	1,26,021.95	1,26,021.95
	6.	Total Liabilities	1,26,021.95	1,26,021.95
	7.	Net Worth	(1,44,668.55)	(1,44,668.55)
	8.	Any other financial item(s) (as felt appropriate by the management)		
II.	Audit Qualification (each audit qualification separately):			
	a.	Details of Audit Qualification:	As per Indian Accounting Standard -1 "Presentation of Financial Statements" wherein it has been explained by the management that the financial statements have been prepared on going concern basis. The Company has substantial negative net worth and accumulated losses of past years; The Company has made a default in the repayment of Principal and Interest against all the facilities sanctioned by Bank and company has gone into Insolvency and Bankruptcy Code 2016 under interim resolution ide Order no CP(IB) No 679/7/HDB/2018 dated 03.06.2019 which raises significant concern over going concern ability of company.	
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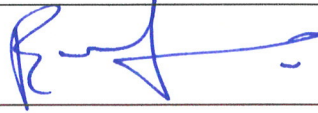
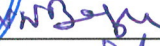
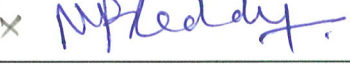


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