JAI BALAJI INDUSTRIES LIMITED

Ref : JBIL/SE/2017-18
Date: 30th May, 2017

To,
The Manager
Listing Department,
National Stock Exchange of India Limited
"EXCHANGE PLAZA", C-1, Block G,
Bandra- Kurla Complex, Bandra (E)
Mumbai- 400 051
(Scrip Code: JAIBALAJI)

Dear Sir,

Sub: Outcome of Board Meeting

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, this is to inform you that the Board of Directors of the company at its meeting held on Tuesday, 30th May, 2017 commenced at 3:15 p.m. and concluded at 7:00 p.m., have considered, approved and taken on record amongst other items of Agenda:-

a) The Standalone and Consolidated Audited Financial results of the Company for the Quarter and Financial Year ended 31st March, 2017 in compliance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. We are enclosing herewith the following:

   1. The Standalone and Consolidated Audited Financial Results for the fourth quarter and year ended 31st March, 2017.

   2. Auditors' Report with modified opinion on the Audited Standalone and Consolidated Financial Results for the fourth quarter and year ended 31st March, 2017 issued by M/s. S.K. Agrawal and Co., Statutory Auditors of the Company.

   3. Statement on impact of Audit Qualification (for Standalone and Consolidated Audit Report with modified opinion).

b) Re-appointment of Shri Aditya Jajodia (DIN: 00045114) as the Managing Director of the Company for further term of 5 years with effect from 23rd July, 2017 subject to the approval of the Shareholders in the ensuing Annual General Meeting. The brief profile of Shri Aditya Jajodia is as follows:

   Shri Aditya Jajodia is Promoter Executive Director of the Company. He is a Commerce Graduate and has expertise in Iron & Steel Industry. He is a Director of Jai Balaji Industries Limited since

Jai Balaji Industries Ltd. Kolkata

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incorporation i.e. from 1999. Working hands-on, Shri Aditya Jajodia led the group as one of the largest vertically integrated steel manufacturing houses in Eastern India. He is the spearhead of the entire expansion plans of the group.

He holds 36,74,576 equity shares in the Company on 30th May, 2017 as on the date of the Board meeting.

Shri Aditya Jajodia is son of Late Rajendra Prasad Jajodia who is brother of Shri Sanjiv Jajodia and Shri Rajiv Jajodia. Gourav Jajodia is his second cousin.

The proposal for re-appointment of Shri Aditya Jajodia was placed before the Board at their Meeting held on 30th May, 2017 and the same was approved subject to the approval of the Shareholders in the ensuing Annual General Meeting.

c) The Board has approved the part conversion of 19,00,000 convertible warrants into 19,00,000 Equity Shares of Rs.10/- each out of balance 1,01,05,000 convertible warrants to Mahesh Kumar Keyal HUF, (represented by Shri Mahesh Kumar Keyal- Karta) pursuant to exercise of their rights of conversion of warrants into equity shares and accordingly the Board of Directors have allotted 19,00,000 equity shares of Rs. 10/- each fully paid up on account of conversion.

Consequent to the aforesaid allotment, the paid-up equity capital of the Company has increased from Rs. 86,28,14,860/- consisting of 8,62,81,486 equity shares of Rs.10/- each to Rs. 88,18,14,860/- consisting of 8,81,81,486 equity shares of Rs.10/- each.

This is for your information and record.

Thanking you.

Yours faithfully,
For **JAI BALAJI INDUSTRIES LIMITED**

AJAY KUMAR TANTIA
Company Secretary

cc: The Manager
BSE Ltd.
(Scrip Code: 532976)

cc: The Listing Department
The Calcutta Stock Exchange Ltd.
(Scrip Code: 10020253)

Encl.: as above

JAI BALAJI INDUSTRIES LIMITED

AUDITED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED 31ST MARCH, 2017

(Rs. in lacs)

Sl.No	Particulars	Satandalone					Consolidated	
		Quarter Ended			Year Ended		Year Ended	
		31.03.2017 (Audited) (Note 2)	31.12.2016 (Unaudited)	31.03.2016 (Audited)	31.03.2017 (Audited)	31.03.2016 (Audited)	31.03.2017 (Audited)	31.03.2016 (Audited)
1	**Income from Operations**							
	a) Net Sales / Income from Operations (Net of excise duty)	51,113.40	37,232.45	38,725.83	156,390.15	121,257.00	170,190.92	122,013.53
	b) Other Income	518.28	508.72	406.13	2,079.48	1,588.81	2,114.53	1,612.31
	Total Income from Operation (net)(1a to 1b)	**51,631.68**	**37,741.17**	**39,131.96**	**158,469.63**	**122,845.81**	**172,305.45**	**123,625.84**
2	**Expenses :**							
	a) Cost of materials consumed	43,421.86	32,023.58	32,275.36	135,208.73	105,505.78	149,680.13	106,841.33
	b) Purchases of stock-in-trade	-	-	-	-	183.25	-	183.25
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(2,171.04)	(2,227.32)	2,059.77	(7,473.40)	(442.62)	(8,699.96)	(775.05)
	d) Employee benefits expense	1,344.90	1,293.09	1,478.09	5,528.88	5,208.56	5,766.58	5,394.12
	e) Finance Cost	1,685.65	814.67	11,169.25	4,106.66	41,377.18	4,260.48	42,467.95
	f) Depreciation and amortisation expense	2,842.47	2,788.61	2,797.56	11,191.18	11,620.35	11,757.30	12,222.44
	g) Other Expenses	9,873.69	8,265.33	5,685.14	31,727.37	26,005.73	33,333.44	26,272.17
	Total expenses (2a to 2g)	**56,997.53**	**42,957.96**	**55,465.17**	**180,289.42**	**189,458.23**	**196,097.97**	**192,606.21**
3	**Profit / (Loss) before exceptional items and Tax(1-2)**	**(5,365.85)**	**(5,216.79)**	**(16,333.21)**	**(21,819.79)**	**(66,612.42)**	**(23,792.52)**	**(68,980.37)**
4	Exceptional Item	-	-		-		-	
5	**Profit/ (Loss) before tax (3-4)**	**(5,365.85)**	**(5,216.79)**	**(16,333.21)**	**(21,819.79)**	**(66,612.42)**	**(23,792.52)**	**(68,980.37)**
6	Tax Expense							
	- Provision(Write back)relating to earlier years	-	-	-	-	-	-	-
	- Deferred tax charge / (credit)	-	-	5,157.46	-	-	-	-
	Total	-	-	**5,157.46**	-	-	-	-
7	**Net Profit/ (Loss) after tax (5-6)**	**(5,365.85)**	**(5,216.79)**	**(21,490.67)**	**(21,819.79)**	**(66,612.42)**	**(23,792.52)**	**(68,980.37)**
8	Extraordinary Item	-	-	-	-	-	-	-
9	**Net Profit / (Loss) for the period (7-8)**	**(5,365.85)**	**(5,216.79)**	**(21,490.67)**	**(21,819.79)**	**(66,612.42)**	**(23,792.52)**	**(68,980.37)**
10	Paid-up Equity Share Capital (Equity Share of ₹10/- each)	8,627.76	8,627.76	7,777.76	8,627.76	7,777.76	8,627.76	7,777.76
11	**Earnings per Equity Share**							
	-Basic (not annualised) (₹)	(6.42)	(6.30)	(29.12)	(26.09)	(90.26)	(28.45)	(93.47)
	-Diluted (not annualised) (₹)	(6.42)	(6.30)	(29.12)	(26.09)	(90.26)	(28.45)	(93.47)

STATEMENT OF ASSETS AND LIABILITIES

(Rs. in lacs)

	Particulars	Standalone		Consolidated	
		As at 31.03.2017 (Audited)	As at 31.03.2016 (Audited)	As at 31.03.2017 (Audited)	As at 31.03.2016 (Audited)
A	**EQUITY AND LIABILITIES**				
1	**Shareholders' Fund**				
	(a) Share Capital	8,627.76	7,777.76	8,627.76	7,777.76
	(b) Reserve and Surplus	(113,891.00)	(92,071.21)	(119,684.57)	(95,992.39)
	(c) Money Received against Share Warrants	252.63	465.13	252.63	465.13
	Sub Total Shareholders' Fund	**(105,010.61)**	**(83,828.32)**	**(110,804.18)**	**(87,749.50)**
2	Share Application Money Pending allotment				0.20
3	**Non Current Liabilities**				
	(a) Long Term Borrowings	207,873.00	224,769.27	214,429.80	231,896.94
	(b) Long Term Provisions				
	Sub Total Non Current Liabilities	**207,873.00**	**224,769.27**	**214,429.80**	**231,896.94**
4	**Current Liabilities**				
	(a) Short Term Borrowings	79,979.23	76,242.88	83,409.36	79,433.32
	(b) Trade Payables	56,430.26	77,459.38	58,139.09	79,912.77
	(c) Other Current Liabilities	117,094.46	85,055.59	123,338.97	88,960.13
	(d) Short Term Provisions	942.12	806.08	982.74	838.98
	Sub Total Current Liabilities	**254,446.07**	**239,563.93**	**265,870.16**	**249,145.20**
	TOTAL EQUITY AND LIABILITIES	**357,308.46**	**380,504.88**	**369,495.78**	**393,292.84**
B	**ASSETS**				
1	**Non Current Assets**				
	(a) Fixed Assets	160,751.06	170,353.34	171,788.40	182,133.66
	(b) Non Current Investments	8,138.59	8,136.79	445.89	200.90
	(c) Long Term Loans and Advances	10,134.87	11,137.90	10,325.10	11,547.37
	(d) Deferred Tax Assets(Net)	29,085.14	29,085.14	30,716.69	30,716.69
	(e) Other Non Current Assets	69.38	450.76	69.38	450.76
	Sub Total Non Current Assets	**208,179.04**	**219,163.93**	**213,345.46**	**225,049.38**
2	**Current Assets**				
	(a) Inventories	42,011.86	48,116.57	45,957.53	52,787.82
	(b) Trade Receivables	64,714.36	73,088.60	65,412.17	73,681.25
	(c) Cash and Bank Balances	986.85	1,481.99	1,424.66	1,676.82
	(d) Short Term Loans and Advances	30,448.45	29,167.84	32,369.97	30,598.47
	(e) Other Current Assets	10,967.90	9,485.95	10,985.99	9,499.10
	Sub Total Current Assets	**149,129.42**	**161,340.95**	**156,150.32**	**168,243.46**
	TOTAL ASSETS	**357,308.46**	**380,504.88**	**369,495.78**	**393,292.84**

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S. KAGRAWAL & CO. Kolkata

Balaji Industries Lim

JAI BALAJI INDUSTRIES LIMITED

Notes:

1 The above results have been reviewed by the Audit Committee and subsequently approved and taken on record by the Board of Directors of the Company at the meetings held on 30th May, 2017.

2 The figures for the quarter ended March 31,2017 represents the derived figures between the audited figures in respect of the full financial year ended March 31,2017 and the unaudited published period to date figures upto December 31,2016, being the date of the third quarter of the current nine months period, which were adjusted to a limited review.

3 While consolidating the accounts of the Company, the principle of proportionate consolidation of assets and liabilities to the extent of Company's interest in its joint venture company Andal East Coal Company Pvt Ltd.(AECCPL) could not been followed pursuant to the Para 28 of Accounting Standard 27 - 'Financial Reporting of Interest in Joint Venture' which imposes restriction on consolidation in case the JV is under severe long term restriction to transfer funds to the Venturer. Figure of its other joint venture company, Rohne Coal Company Pvt Ltd.(RCCPL) also could not be consolidated, the reason being the Finanacial Statement of RCCPL were prepared as per Ind-AS which is not applicable on the Company

4 The majority of lenders of the Parent Company and one of its subsidiary have stopped charging interest on debts, since the respective dues from the Parent Company and the subsidiary have been categorised as Non Performing Assets. The Parent Company is in active discussion/negotiation with the lenders to restructure its debts & its subsidiaries debts at a sustainable level including waiver of unpaid interest. In view of the above, pending finalization of the restructuring plan, the Parent Company & its subsidiary has stopped providing interest accrued and unpaid effective from 1st April 2016 in their books. The amount of such accrued and unpaid interest not provided for stands at ₹ 39,544.56 Lacs for the Parent Company and ₹.1,133.75 Lacs for the subsidiary company, thus totaling to ₹ 40,678.31 Lacs for the year ended 31st March 2017 and accordingly the same has not been considered for compilation of results of the said year ended 31st March 2017. The Statutory Auditors have qualified their respective Audit Reports in respect of this matter.

5 The Hon'ble Supreme Court vide its Order dated 24 th September, 2014 has cancelled number of coal blocks alloted to various companies.These include two coal blocks under development viz. Andal East in West Bengal and Rohne in Jharkhand allocated to the Company jointly with other parties and one operational coal block namely Ardhagram coal block in West Bengal. Pending finalisation of the compensation receivable for the cancelled mines, no adjustments in the book value of Investments made in mining assets has been made.

6 The Board of Directors of the Company has converted 19,00,000 warrants on 30th May, 2017 out of warrants issued on 22nd March, 2016, by way of allotment of equivalent number of equity shares of Rs 10/- each on receipt of full consideration from the person other than promoter/promoter group in respect of above warrants. After the said conversion the balance number of warrants is 82,05,000.

7 The Company is mainly engaged in production of iron , steel and allied products and providing services in India. Hence, it operates in one business segment. Accordingly , no further disclosure is required under Accounting Standard 17- Segment Reporting, notified in Companies (Accounting Standards) Rules, 2006.

8 Previous period figures are regrouped / restated, wherever necessary. The figures of the Consolidated Financial Statement of Current Year are not comparable with that of the last year as Current Year's Figures does not include figures of one Joint Venture namely - Rohne Coal Company Pvt. Ltd. which was included in last year.

Place: Kolkata
Date :30 th May,2017

S. K. AGRAWAL & CO. Kolkata Chartered Accountants

Aditya Jajodia
Chairman & Managing Director
DIN: 00045114

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S. K. AGRAWAL & CO.

Chartered Accountants

Firm Registration No. 306033E

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Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of
Jai Balaji Industries Limited

1. We have audited the accompanying Statement of quarterly standalone Financial Results of **Jai Balaji Industries Limited** ("the Company"), for the quarter ended 31st March 2017 and for the year ended 31st March 2017, attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/15/2015 dated 30th November 2015 and CIR/CFD/FAC/62/2016 dated July 5, 2016. Attention is drawn to note 2 (two) of the standalone financial results regarding the figure for the quarter ended March 31, 2017 as reported in these standalone financial results, which are the balancing figures between audited standalone figures in respect of the full financial year and the published standalone year to date figure up to the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subject to audit. The standalone financial results for the quarter ended March 31, 2017 and year ended March 31, 2017 have been prepared as per the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/15/2015 dated 30th November 2015 and CIR/CFD/FAC/62/2016 dated 5th July 2016, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these standalone financial results based on our review of the standalone financial results for the nine-month period ended December 31, 2016 *which was not prepared in accordance with the recognition and measurement principles laid down in Accounting Standards- 25, Interim Financial Reporting, for the matters specified in paragraph-3,* specified under Section 133 of the Companies Act 2013 read with relevant rules issued there under and other accounting principles generally accepted in India; our audit of the annual standalone financial statements as at and for the year ended March 31, 2017.

2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. *We believe that our audit provides a reasonable basis for our qualified opinion.*

3. *Referring to note 4 (four) of the financial statement, company has not provided for interest amounting to Rs. 39,544.56 lacs on various loans & credit facilities availed from banks & financial institution on the ground that same is being treated as Non Performing Assets by the lenders. Due to this loss has been understated by Rs. 39,544.56 lacs and loss would've been Rs. 61,364.35 lacs instead of Rs. 21819.79 lacs.*

S. K. AGRAWAL & CO. Kolkata Chartered Accountants

S. K. AGRAWAL & CO.

Chartered Accountants

Firm Registration No. 306033E

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4. In our opinion and to the best of our information and according to the explanations given to us, these quarterly standalone financial results as well as the year to date results:

   i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/15/2015 dated 30th November 2015 and CIR/CFD/FAC/62/2016 dated 5th July 2016, in this regard except for the possible effects of the matters described in paragraph 3; and

   ii. give a true and fair view of the standalone net *loss* and other financial information in conformity with the accounting principles generally accepted in India for the quarter ended March 31, 2017 and for the year ended March 31, 2017 except for the possible effects of the matters described in paragraph 3.

5. We want to draw attention of the users of the financial statement, that company has been incurring losses and its net worth is completely eroded, also its current liability exceeds current assets by Rs. 1,05,316.65 lacs. However the financial statements of the company have been prepared on a going concern basis and accordingly Deferred Tax Assets amounting to Rs. 29,085.14 lacs created up to 31st March 2015 has been carried forward.

6. We want to draw attention on note 5 (five) of the financial statement regarding deallocation of coal blocks by Hon'ble Supreme court vide its order dated 24th September 2014. Pending finalisation of the compensation receivable for the cancelled mines, no adjustment in the book values of investment in mining assets has been made.

7. We want to draw attention of the user of the financial statement regarding investment made in one of its subsidiariy viz. Nilachal Iron & Power Limited (100% Subsidiary), appearing as investment at historical cost, however net worth of the same as per latest audited financial statement is much lower than the book value. As per information given to us, management is taking corrective actions in the said subsidiary and also steel industry is reviving, so no provision against the same has been made.

8. Our opinion is not modified in respect of matters specified in paragraph 5 to 7.

For **S.K. AGRAWAL & CO.**
Chartered Accountants
Firm Registration No.-306033E

J. K. Choudhury
(Partner)
Membership No. 009367

Place: Kolkata
Dated: 30th May, 2017

S. K. AGRAWAL & CO.

Chartered Accountants

Firm Registration No. 306033E

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Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors,
Jai Balaji Industies Limited

1. We have audited the accompanying Statement of Consolidated Financial Results of **Jai Balaji Industries Limited** ("the Holding Company"), its subsidiaries and its joint ventures, collectively referred to as ("the Group") for the year ended 31st March, 2017, being submitted by the Holding company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular CIR/CFD/CMD/15/2015 dated 30th November 2015 and CIR/CFD/FAC/62/2106 dated July 5, 2016. These consolidated quarterly financial results as well as the consolidated year to date financial results have been prepared from consolidated interim financial statements, which are the responsibility of the Holding company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated interim financial statements, *which have not been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), as mentioned in paragraph – 3,* mandated under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and guideines issued by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. *We believe that our audit provides a reasonable basis for our qualified opinion.*

3. *Referring to note 4 (four) of the consolidated financial statement, Holding company and one of its subsidiary (Nilachal Iron & Power Limited) have not provided for interest amounting to Rs.40,678.31 lacs on various loans & credit facilities availed from banks & financial institution on the ground that same is being treated as Non Performing Assets by the lenders. Due to this, loss has been understated by Rs. 40,678.31 lacs and loss would've been Rs.64,470.83 lacs instead of loss Rs. 23,792.52 lacs.*

4. 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 other auditors on seperate financial statements and other financial information of subsidiaries and jointly controlled entities, these consolidated financial year to date results:

   i. includes the results of the following subsidiaries:
      a. Nilachal Iron & Power Limited
      b. Jai Balaji Energy (Purulia) Limited
      c. Jai Balaji Steel (Purulia) Limited
   ii. doesn't include following jointly controlled entities, for the reasons stated in note 3 (three)
      a. Andal East Coal Company Private Limited
      b. Rohne Coal Company Private Limited

S. K. AGRAWAL & CO. Kolkata

S. K. AGRAWAL & CO.

Chartered Accountants

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iii. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/15/2015 dated 30th November 2015 and CIR/CFD/FAC/62/2016 dated 5th July 2016, in this regard except for the possible effects of the matters described in paragraph 3; and

iv. give a true and fair view of the standalone net *loss* and other financial information in conformity with the accounting principles generally accepted in India, for the quarter ended March 31, 2017 and for the year ended March 31, 2017 except for the possible effects of the matters described in paragraph 3.

5. We want to draw attention of the users of the financial statement and other financial information on following matters:

   i. that out of total 3 subsidiaries we did not audit the financial statements of 2 (two) subsidiaries included in the consolidated year to date results, whose consolidated financial statements reflect total assets of Rs. 5,15,292 ; net worth of Rs. 4,98,792 as at 31st March 2017; and total revenue of Rs. Nil and net cash outflow of Rs. 23,339 for the year ended 31st March 2017. Out of total 3 subsidiaries, financial statements and other financial information of 2 (two) subsidiaries have been audited by other auditors whose reports have been furnished to us by the Holding company, and our opinion in so far as it relates to the affairs of such subsidiaries, is based solely on the report of such other auditors.

   ii. that group has been incurring losses and its net worth is completely eroded on consolidated basis, however the financial statements of the group have been prepared on a going concern basis and accordingly Deferred Tax Assets created up to 31st March 2015 of Holding company and one of its subsidiary (Nilachal Iron and Power Limited) have been carried forward.

   iii. that Hon'ble Supreme court vide its order dated 24th September 2014 has deallocated number of coal blocks as mentioned in note 5 (five). Pending finalisation of the compensation receivable for the cancelled mines, no adjustment in the book values of investment in mining assets has been made.

   iv. Our opinion is not qualified in respect of above matter.

For **S.K. AGRAWAL & CO.**
Chartered Accountants
Firm Registration No.-306033E

J. K. Choudhury
(Partner)
Membership No. 009367

Place: Kolkata
Dated: 30th May, 2017

JAI BALAJI INDUSTRIES 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 March 31, 2017
[*See* Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Lacs)	Audited Figures (as reported after adjusting for qualifications) (Rs. In Lacs)
	1	Turnover / Total income	1,58,469.63	1,58,469.63
	2	Total Expenditure	1,80,289.42	2,19,833.98
	3	Net Profit/(Loss)	-21,819.79	-61,364.35
	4	Earnings Per Share (in Rs.)	-26.09	-73.37
	5	Total Assets	3,57,308.46	3,57,308.46
	6	Total Liabilities	4,62,319.07	5,01,863.63
	7	Net Worth	-1,05,010.61	-1,44,555.17
	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 Annexure - A**		
	b.	Type of Audit Qualification : Qualified Opinion / ~~Disclaimer of Opinion / Adverse Opinion~~		
	c.	Frequency of qualification: Whether appeared first time ~~/ repetitive / since how long continuing~~		
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: **As per Annexure - A**		
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor: **N.A.**		
		(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:		
III.	**Signatories:**			
	Managing Director			
	CFO			
	Audit Committee Chairman			
	Statutory Auditor			
	Place: Kolkata			
	Date: 30th May 2017			

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CIN - L27102WB1999PLC089755

JAI BALAJI INDUSTRIES LIMITED

Annexure – A

Details of Audit Qualification

Referring to note 4 (four) of the financial statement, company has not provided for interest amounting to ₹ 39,544.56 lacs on various loans & credit facilities availed from banks & financial institution on the ground that same is being treated as Non Performing Assets by the lenders. Due to this loss has been understated by ₹ 39,544.56 lacs and loss would've been ₹ 61,364.35 lacs instead of ₹ 21,819.79 lacs.

Management's Views:

The majority of lenders have stopped charging interest on debts, since the dues from the Company have been categorised as Non Performing Asset. The Company is in active discussion/negotiation with its lenders to restructure its debts at a sustainable level including waiver of unpaid interest. In view of the above, pending finalization of the restructuring plan, the Company has stopped providing interest accrued and unpaid effective 1st April 2016 in its books. The amount of such accrued and unpaid interest not provided for stands at ₹ 39,544.56 Lacs for the year ended 31st March 2017 and accordingly the same has not been considered for compilation of results of the said year ended 31st March 2017. The Statutory Auditors have qualified their Audit Report in respect of this matter.

Signatories:-

Managing Director	
CFO	
Audit Committee Chairman	
Statutory Auditor	S. K. AGRAWAL & CO. Kolkata Chartered Accountants

Place: Kolkata

Date: 30th May 2017.

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JAI BALAJI INDUSTRIES LIMITED

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 March 31, 2017
[*See* Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Lacs)	Audited Figures (as reported after adjusting for qualifications) (Rs. In Lacs)
	1	Turnover / Total income	1,72,305.45	1,72,305.45
	2	Total Expenditure	1,96,097.97	2,36,776.28
	3	Net Profit/(Loss)	-23,792.52	-64,470.83
	4	Earnings Per Share	-28.45	-77.09
	5	Total Assets	3,69,495.78	3,69,495.78
	6	Total Liabilities	4,80,299.96	5,20,978.27
	7	Net Worth	-1,10,804.18	-1,51,482.49
	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 Annexure - A**		
	b.	Type of Audit Qualification : Qualified Opinion / ~~Disclaimer of Opinion / Adverse Opinion~~		
	c.	Frequency of qualification: Whether appeared first time ~~/ repetitive / since how long continuing~~		
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: **As per Annexure - A**		
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor: **N.A.**		
		(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:		
III.	**Signatories:**			
	Managing Director			
	CFO			
	Audit Committee Chairman			
	Statutory Auditor			
	Place: Kolkata			
	Date: 30th May 2017			

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JAI BALAJI INDUSTRIES LIMITED

Annexure – A

Details of Audit Qualification

Referring to note 4 (four) of the consolidated financial statement, Holding company and one of its subsidiary (Nilachal Iron & Power Limited) have not provided for interest amounting to ₹ 40,678.31 Lacs on various loans & credit facilities availed from banks & financial institution on the ground that same is being treated as Non Performing Assets by the lenders. Due to this, loss has been understated by ₹ 40,678.31 Lacs and loss would've been ₹ 64,470.83 Lac instead of loss ₹ 23,792.52 Lacs.

Management's Views:

The majority of lenders of the Parent Company and one of its subsidiary have stopped charging interest on debts, since the respective dues from the Parent Company and the subsidiary have been categorised as Non-Performing Assets. The Parent Company is in active discussion/negotiation with the lenders to restructure its debts & its subsidiaries debts at a sustainable level including waiver of unpaid interest. In view of the above, pending finalization of the restructuring plan, the Parent Company & its subsidiary has stopped providing interest accrued and unpaid effective from 1st April 2016 in their books. The amount of such accrued and unpaid interest not provided for stands at ₹ 39,544.56 Lacs for the Parent Company and ₹ 1,133.75 Lacs for the subsidiary company, thus totaling to ₹ 40,678.31 Lacs for the year ended 31st March 2017 and accordingly the same has not been considered for compilation of results of the said year ended 31st March 2017. The Statutory Auditors have qualified their respective Audit Reports in respect of this matter.

Signatories:-

Managing Director	
CFO	
Audit Committee Chairman	
Statutory Auditor	S. K. AGRAWAL & CO. Kolkata Chartered Accountants

Place: Kolkata

Date: 30th May 2017.

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