May 28, 2016

To,
The Manager Listing
BSE Limited,
Corporate Relationship Department
Dalal Street, Mumbai – 400 001
Scrip Code:517230

To,
The Manager Listing
National Stock Exchange of India Limited
Corporate Communication Department
Bandra (EAST), Mumbai – 400 051.
Scrip Symbol: PAEL

Sub.: Submission of Audited Financial Results (Standalone) and Request for additional time for submission of Consolidated Financial Results for the Quarter and year ended March 31, 2016.

Dear Sir/Madam,

1) Pursuant to Regulation 30 and 33 of SEBI (Listing Obligations & Disclosure Requirements) 2015 ('LODR Regulations'), read with corresponding circulars and notifications issued thereunder by SEBI, we do hereby enclosing herewith Audited Financial Results (Standalone) of the Company for the Quarter and year ended March 31, 2016 as approved at the meeting of the Board of Directors held on Today, Saturday, May 28, 2016 and concluded at 7:00 pm at the Registered and Corporate Office of the Company.

2) We do hereby inform you that due to current financial crises faced by the subsidiaries of the companies and due to lack of skilled accounting people on the regular payroll of subsidiaries, the finalization of subsidiaries accounts got delayed and consequently consolidation of its step-down foreign subsidiary companies could not be finalized which has resulted in delay in consolidation of holding company's ('PAE') accounts. Hence the company has not been able to file the consolidated financial results of the year ended March 31, 2016.

3) Due to the uncertainties resulting from the background discussed above, the company is being hindered from finalizing the consolidated financial results for the year ended March 31, 2016 within the prescribed Sixty days from the end of the financial year

4) It is to be noted that Regulation 102 of the LODR Regulations:

"Power to relax strict enforcement of the regulations.
(a) any provision of Act(s), Rule(s), regulation(s) under which the listed entity is established or is governed by, is required to be given precedence to; or
(b) the requirement may cause undue hardship to investors; or

(c) the disclosure requirement is not relevant for a particular industry or class of listed entities; or
(d) the requirement is technical in nature; or
(e) the non-compliance is caused due to factors affecting a class of entities but being beyond the control of the entities."

5) In this light is submitted that PAE is being hindered from complying with the requirements of submitting the Financial Results within the prescribed Sixty days due to circumstances beyond its control.

6) Hence, in view of said circumstances beyond control, we have humble request your goodself to grant further time till June 15, 2016 in order to enable us to finalize the financial results of Subsidiary Companies and consolidate the same with PAE for the financial year ended March 31, 2016.

The above information is also hosted on the website of the company at www.paeltd.com.

Kindly take the above document on record and acknowledge.

Thanking You

Yours Faithfully
For PAE Limited

Pritam A. Doshi
Managing Director

Encl.: *Financial Results (Standalone) and Audit Report for the quarter and year ended March 31, 2016.*

PAE

STATEMENT OF STANDALONE AUDITED RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2016					
Particulars	Quarter ended			Year ended	
	31.03.16	31.12.2015	31.03.2015	31.03.2016	31.03.15
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1 Income from operations					
a) Net sales/income from operations	135	363	1275	1253	7393
b) Other operating income	4	42	(10)	62	130
Total Income from Operations	**139**	**405**	**1265**	**1315**	**7523**
2 Expenses					
a) Changes in inventories of traded goods	204	81	240	137	242
b) Consumption of raw material/packing material	0	0	0	0	0
c) Purchases of traded goods	(40)	274	1073	1093	6848
d) Employee benefits expense	91	125	150	500	653
e) Depreciation and amortisation	11	9	42	43	73
f) Other expenses	77	147	76	531	630
Total Expenses	**343**	**636**	**1581**	**2304**	**8446**
3 Profit(+)/Loss(-) from Operations before Other Income, Finance Costs and Exceptional Items	**(204)**	**(231)**	**(317)**	**(989)**	**(923)**
4 Other Income	9	21	29	43	136
5 Profit(+)/Loss(-) from ordinary activities before Finance Costs and Exceptional Items	**(195)**	**(210)**	**(287)**	**(946)**	**(787)**
6 Finance cost	(137)	145	105	220	433
7 Profit(+)/Loss(-) from ordinary activities after Finance Costs but before Exceptional Items	**(58)**	**(355)**	**(393)**	**(1166)**	**(1220)**
8 Exceptional Items	1406	1171	(7)	2577	(113)
9 Profit(+)/Loss(-) from Ordinary Activities before Tax	**(1464)**	**(1526)**	**(386)**	**(3743)**	**(1107)**
10 Tax Expense (including for earlier period)					
a) Previous year's taxes (net)	0	0	0	0	(89)
b) Current tax					
c) Deffered tax					
Total tax expenses	0	0	0	0	(89)
11 Net Profit(+)/Loss(-) from Ordinary Activities after tax	**(1464)**	**(1526)**	**(386)**	**(3743)**	**(1018)**
12 Extraordinary Item	0	0	0	0	0
13 Net Profit(+)/Loss(-) for the period	**(1464)**	**(1526)**	**(386)**	**(3743)**	**(1018)**
14 Paid up Share Capital					
Equity Share Capital (face value of Rs.10/- each)	1042	1042	995	1042	995
Preference Share Capital (face value of Rs.10/- each)	910	910	847	910	847
15 Reserves excluding Revaluation Reserves				(4700)	(958)
16 Earning Per Share (EPS) (of Rs.10/- each) (not annualised)					
Basic and diluted EPS before and after extraordinary items (Rs.)	(14.44)	(15.08)	(4.22)	(37.35)	(11.31)

PAE LIMITED

Registered office: 69, Tardeo Road, Mumbai - 400 034 • Phone:+91 22 66185799 • Fax:+91 22 66185757 • www.paeltd.com

CIN: L99999MH1950PLC008152

PAE

Standalone Statement of Assets and Liabilities

(Rupees in lacs)

Particulars	Standalone Audited	
	As at 31.03.2016	As at 31.03.2015
A EQUITY AND LIABILITIES		
1 Shareholder's Funds		
(a) Share Capital	1,952	1,842
(b) Reserves and Surplus	(4,354)	(593)
Sub-total-Shareholder's funds	(2,402)	1,249
2 Share application money	-	40
3 Non-current liabilities		
(a) Long-term borrowings	-	176
(b) Other long term liabilities	-	-
(c) Long-term provisions	39	32
Sub-total-Non-current liabilities	39	208
4 Current liabilities		
(a) Short-term borrowings	2,203	1,805
(b) Trade payables	2,064	3,123
(c) Other current liabilities	787	664
(d) Short-term provisions	68	134
Sub-total-Current liabilities	5,122	5,726
TOTAL - EQUITY AND LIABILITIES	2,759	7,223
B ASSETS		
1 Non-current assets		
(a) Fixed assets	540	611
(b) Deferred tax assets (net)	-	-
(c) Non-current investments	70	2,002
(d) Long-term loans and advances	198	215
(e) Other non-current assets	1	3
Sub-total-Non-Current assets	809	2,831
2 Current assets		
(a) Current investments	-	-
(b) Inventories	281	433
(c) Trade Receivables	1,286	2,875
(d) Cash and cash equivalents	50	125
(e) Short-term loans and advances	69	818
(f) Other current assets	264	141
Sub-total-Current assets	1,950	4,392
	2,759	7,223

Notes:-

1 The above financial results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their meeting held on May 28, 2016.

2 The figures of the last quarter for the current year are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2016 and the unaudited published year to date figures upto the 3rd quarter ended December 31, 2015 which were subjected to Limited Review.

3 The consortium of banks has classified the company's account as NPA during the year. Subsequent to the account being classifed as NPA, interest which was provided in the books of account upto the period ended December 31, 2015 of Rs.176.28 lacs has been reversed during the current quarter.

4 Exceptional item represents (a)diminution of Rs.1171.18 lacs in the value of it's investment in PAE Renewables Pvt. Ltd. based on the valuation done by an independent valuer, (b) diminution in value of it's investment in Shurjo Energy Pvt. Ltd. of Rs. 760.66 lacs based on the realisable value of the assets, and provision for doubtful recovery of loans and advances of Rs.645.09 lacs.

5 The statutory auditors have qualified Going Concern.The management and Board of Directors of the Company have initiated various steps like cost reduction, identifying non core assets for monetisation, which will improve the cash flows. Further, steps are also being taken to evaluate various alternatives for raising funds and resolution of debts. The Board of Directors expects improvement in the business results in the forthcoming years. Accordingly, the financial statements have been prepared on going concern basis.

6 The holding company has only one reportable segment, namely "Power Products", hence segment disclosure under Accounting Standard - 17 (AS-17) is not required for the standalone results.

7 Figures for the corresponding previous period have been regrouped wherever necessary to make it comparable.

For PAE LIMITED

Pritam A. Doshi

PRITAM A. DOSHI
MANAGING DIRECTOR

Date : May 28, 2016
Place: Mumbai

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016

I	Sl No.	Particulars	Audited Figures(as reported before adjusting for	Audited Figures(as reported after adjusting for qualifications)
	1	Total Income	-	-
	2	Total Expenditure	-	-
	3	Net Profit/(loss)	-	-
	4	Earnings Per Share	-	-
	5	Total Assets	-	-
	6	Total Liabilities	-	-
	7	Net Worth	-	-

II	Audit Qualifications:
a	**Details of Audit Qualifications:** We draw your attention that Net Worth of the company is negative at the end of the year. It has incurred accumulated losses of Rs.6172.90 lacs till end of the year including loss of Rs.3742.66 lacs for the current year. Despite this, for the reasons mentioned in Note no. 38 to the standalone financial statements, the account have been prepared on going concern basis. This condition indicates existence of a material uncertainty that may cast significant doubt about the Company's ability to continue on a going concern basis. We don't have the appropriate audit evidence to consider the Company to continue as going concern.
b	**Type of Audit Qualification:** Qualified Opinion
c	**Frequency of qualification:** Year 1
d	**For Audit Qualification where the impact is not quantified by the auditor:**
i)	Reason for the same:
	The management and Board of Directors of the Company have initiated various steps like cost reduction, identifying non core assets for monetisation, which will improve the cash flows. Further, steps are also being taken to evaluate various alternatives for raising funds and resolution of debts. The Board of Directors expects improvement in the business results in the forthcoming years. Accordingly, the financial statements have been prepared on going concern basis.
ii)	Auditors' Comments on i) above:
	We have relied upon (a)default of loans and notice issued under SARFAESI Act 2002, (b) negative cash flow and (c)Net Worth erosion.
III	Signatories:
	Managing Director: Pritam A Doshi CFO: Audit Committee Chairman: Statutory Auditor: R C Vaishnav
	Place: Mumbai
	Date: May 28, 2016

R. C. VAKHARIA & CO.
Chartered Accountants

ROHIT C. VAKHARIA
B. Com (Hons) F.C.A.

20-B, RPI House, (Vatsa House),
3rd Floor, Janmabhoomi Marg,
Fort, Mumbai - 400 001.
Tel. Fax : 2202 9331
E-mail : rohitvakharia23@gmail.com
: rohitvakharia23@rediffmail.com

Ref. No.

Date :

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF PAE LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **PAE Limited** ('the Company'), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year ended, and a summary of the 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 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 provision of the Act for safeguarding 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.

Auditor's 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 the 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 circumstances. 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.

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

Basis for Qualified Opinion

We draw your attention that Net Worth of the company is negative at the end of the year. It has incurred accumulated losses of Rs. 6172.90 lacs till end of the year including loss of Rs 3742.66 lacs for the current year. Despite this, for the reasons mentioned in Note No. 38 to the standalone financial statement, the accounts have been prepared on going concern basis.

This condition indicates existence of a material uncertainty that may cast significant doubt about the Company's ability to continue on a going concern basis. We don't have the appropriate audit evidence to consider the Company to continue as going concern.

Qualified Opinion

In our opinion, except for the possible effects of the matters described in the Basis for qualified opinion paragraph 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 March 31, 2016 and its loss and its Cash Flows for the year ended on that date.

Our opinion is not modified in respect of above matter.

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 in terms of Section 143(11) of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) 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, except for the effects of the matter described in the Basis of Qualified Opinion paragraph above, proper books of account as required by law have been kept by the Company so far as 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) Except for the effects of the matter described in the Basis of Qualified Opinion paragraph above which may have an adverse effect on the functioning of the Company, 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 (Accounts) Rules, 2014.

e) 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".

f) On the basis of the written representations received from the directors, as on March 31, 2016 and taken on record by the Board of Directors, none of the directors of the company is disqualified as on March 31, 2016 from being appointed as a director, in terms of Section 164(2) of the Act.

g) With respect to the other 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:

   (i) The company has pending litigations which may impact its financial position regarding non payment of dues related to winding up matter of the Company to the extent of Rs. 25.65 Lacs, notices issued under Negotiable Instrument Act for cheque bouncing of Rs. 54.17 lacs and notice issued under SARFAESI Act by the Banker for Rs. 2170.78 lacs.

   (ii) The Company does not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

   (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For R.C. Vakharia & Co.
Chartered Accountants
Firm Reg. No. 111237W

Rohit Vakharia
Proprietor
Membership No. 033728

Place: Mumbai
Date: May 28, 2016

ANNEXURE A

Referred to in paragraph 1 under the heading **'Report on other legal and regulatory Requirements'** of our Report of even date on the financial statements for the year ended on March 31, 2016 of **PAE Limited**.

(i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
(b) The fixed assets have been physically verified by the management during the year and in our opinion the frequency of verification is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such physical verification.
(c) According to the information and explanations 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.

(ii) (a) The inventory has been physically verified during the year by the management at reasonable intervals. The discrepancies noticed on verification between the physical stocks and the book records were not material and properly dealt with in the books of accounts.

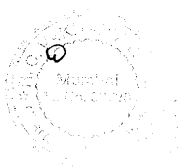
(iii) As informed, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered by clause (76) of Section 2 of the Companies Act, 2013.

(iv) The Company has given the corporate guarantee of Rs 125 lacs to its subsidiary, PAE Renewables Pvt Ltd for the working capital facility availed by them and the Company has complied with provisions of Section 185 and 186 of the Companies Act, 2013.

(v) The Company had accepted deposits prior to the commencement of Companies Act, 2013. In terms of section 74(1)(b) of the Companies Act, 2013 such deposits amounting to Rs. 132.06 lacs have been repaid during the year and an amount of Rs.180.79 lacs is unpaid including interest as at the year end. We are informed that these earlier deposits will be repaid on the respective due dates as per the terms of acceptance of the same, in terms of explanation to Rule 19 of the Companies (Acceptance of Deposits) rules, 2014.

During the year, the company has not accepted any deposits from public in terms of section 73 of the Companies Act, 2013 except Dealer deposit.

We are informed that no order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or Court or any other tribunal.



Accordingly, the Company has complied with the provisions of section 73 to 76 of the Companies Act, 2013.

(vi) We have been informed that the Company is not required to maintain cost records under section 148(1) of the Companies Act, 2013.

(vii) (a) According to the records of the Company, Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service tax, Custom Duty, Excise Duty, Value added tax, Cess and other material statutory dues applicable to it have not been regular in depositing during the year with the appropriate authorities.

The extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable as follows:

Outstanding Statutory Dues (more than six months)	**Amount**
Labour welfare funds	97.00
Entry Tax	14126.00
Central Sales Tax	23685.00
Value Added Tax	338223.00
Family Pension Fund	93357.00
Service Tax	45748.00
Tax Deducted at Source	44486.00
Provident Fund	172.00
Staff ESIC	16195.00
Profession Tax	74397.00
Total	**650486.00**

(b) According to the information and explanations given to us, dues of income tax or sales tax or value added tax have not been deposited on account of disputes:

Name of the Statute	**Nature of Dues**	**Period to which amount relates**	**Amount (Rs. in lacs)**	**Forum where dispute is pending**
Central Sales Tax and VAT Act	VAT, CST, penalty and interest	1992-93	3.05	Appellate Tribunal
VAT Act	VAT, penalty and interest	2005-06	107.99	Asst. Commissioner
Various State VAT Act	VAT, penalty and interest	2006-07	3.80	Revisional Tax board/Asst. Commissioner
Various State VAT Act	VAT, penalty and interest	2007-08	35.73	Asst./Dy/ Commissioner / Appellate Tribunal/ Commercial Taxes Dept.
Various State VAT Act	VAT, penalty and interest	2008-09	18.56	Asst./Dy/ Commissioner / Appellate Tribunal

Central Sales Tax & Various State VAT Act	VAT, CST, penalty and interest	2009-10	93.22	Asst./Dy/ Commissioner / Appellate Tribunal
Central Sales Tax & Various State VAT Act	VAT, CST, penalty and interest	2010-11	153.78	Appellate Tribunal/Commercial Taxes Dept.
Central Sales Tax & Various State VAT Act	VAT, CST, penalty and interest	2011-12	48.21	Asst. Commissioner/Appellate Tribunal
Central Sales Tax & Various State VAT Act	VAT, CST, penalty and interest	2012-13	18.91	Asst. Commissioner/ Commercial Taxes
Central Sales Tax	CST	2013-14	1.32	Asst. Commissioner
Total			**484.57**	
Income tax Act	Disallowance u/s 14A	2012-13	142	CIT(A)

(viii) According to the information and explanations given to us, the Company has defaulted in repayment of dues to State Bank of India & Corporation bank. The Lead banker, SBI, has issued notice under SARFAESI Act to recover the dues.
The Company does not have any outstanding debentures.

(ix) The Company has not raised moneys by way of initial public offer or further public offer, however during the year the company has issued 11% Non Convertible, Cumulative, Redeemable Preference Shares of Rs. 110 lacs and no term loan has been raised.

(x) According to the information and explanations furnished by the management, which has been relied upon by us, there were no frauds on or by the Company or no fraud on the Company by its officers/ employees has been noticed or reported during the year.

(xi) The Company has complied with the requisite approvals mandated by the provisions of section 197 read with schedule V to the Companies Act, 2013 in paying/providing managerial remuneration.

(xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 Order is not applicable.

(xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with Section 188 and 177 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards and Companies Act, 2013.

(xiv) During the year the company has not made preferential allotment which is under review, however the Company has converted 11% Optionally Convertible, Cumulative, Redeemable Preference Shares into fully paid up equity shares.

(xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with directors or persons connected with him and hence provisions of Section 192 of Companies Act, 2013 are not applicable.

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

For R.C. Vakharia & Co.
Chartered Accountants
Firm Reg. no. 111237W

R C Vakharia

Rohit Vakharia
Proprietor
Mem No. 033728

Place: Mumbai
Date: May 28, 2016

Annexure B to the Auditor's Report

Report on the Internal Financial Controls under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 **('the Act')**

We have audited the internal financial controls over financial reporting of **PAE Limited** ('the Company') as of 31 March 2016 in conjunction with our audit of the standalone financial statements of the company for the year ended on the date.

Management's responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls the were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the company's policies, the safeguarding of its assets, the prevention and detection of Frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the companies Act, 2013.

Auditors Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the 'Guidance Note') and the Standards on Auditing, issued by ICAI And deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control system over financial reporting and there operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding

of internal financial control over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or errors.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purpose in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable details, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statement in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of the management and directors of the company and; (3) provide reasonable assurances regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statement.

Inherent Limitations of Internal financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper Management override of controls, material misstatement due to error or fraud may occur and not be detected. Also, Projections of any evaluation of the internal financial controls over financial reporting to future period are subject to the risk that the internal financial controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

In our opinion, the Company has, in all material respects and adequate internal financial control system and the internal control system adopted by the Company has adequate risk management and assessment system, but in company's perspective the effectiveness of said system is less effective. Further an adequate internal financial controls system were operating effectively as at March 31, 2016 however it is required to be strengthen, based on the internal

control criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For R.C. Vakharia & Co.
Chartered Accountants
Firm Reg. No. 111237W

Rohit Vakharia
Proprietor
Membership No. 033728

Place: Mumbai
Date: May 28, 2016