



VA TECH WABAG LIMITED

CIN: L45205TN1995PLC030231

Regd. office: "WABAG HOUSE" No.17, 200 Feet Thoraipakkam- Pallavaram Main Road, Sunnambu Kolathur, Chennai 600 117.

Website: www.wabag.com | email: companysecretary@wabag.in

PART I

(Rs. In Lakhs)

SL No	Particulars	STATEMENT OF CONSOLIDATED FINANCIAL RESULTS					STATEMENT OF STANDALONE FINANCIAL RESULTS				
		Quarter Ended			Year Ended		Quarter Ended			Year Ended	
		31/03/2016	31/12/2015	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/12/2015	31/03/2015	31/03/2016	31/03/2015
		Audited	Unaudited	Audited	Audited	Audited	Audited	Unaudited	Audited	Audited	Audited
1	Income from operations										
	a) Net Sales/Income from operations (Net of excise duty)	85,607	62,887	90,572	2,54,205	2,42,838	55,313	37,134	56,775	1,50,282	1,22,013
	b) Other operating income	276	190	201	652	677	237	245	400	1,061	1,323
	Total Income from operations (net) (a) + (b)	85,883	63,077	90,773	2,54,857	2,43,515	55,550	37,379	57,175	1,51,343	1,23,336
2	Expenses										
	a. Cost of materials consumed	66,074	51,804	67,020	2,03,823	1,92,488	42,471	31,059	42,180	1,19,039	95,766
	b. Changes in inventories	(95)	(2,821)	3,586	(4,932)	(1,510)	281	(2,178)	3,046	(3,563)	(1,541)
	c. Employee benefits expense	5,959	5,316	5,095	21,766	20,062	2,368	2,345	1,933	9,410	8,060
	d. Depreciation and amortisation expense	511	499	(337)	2,051	1,092	297	294	330	1,207	745
	e. Other expenses	2,056	4,162	3,511	12,068	11,358	1,554	2,243	1,703	6,967	5,685
	Total expenses (a+b+c+d+e)	74,505	58,960	78,885	2,34,776	2,23,490	46,971	33,763	49,192	1,33,060	1,08,715
3	Profit/(Loss) from operations before other income, finance costs, Foreign exchange fluctuation (Gain)/Loss and exceptional items (1) - (2)	11,378	4,117	11,888	20,081	20,025	8,579	3,616	7,983	18,283	14,621
4	Foreign Exchange Fluctuation (Gain)/ Loss	(242)	139	404	(333)	170	(640)	77	127	(1,117)	440
5	Profit/(Loss) from operations before finance Costs and exceptional items (3) - (4)	11,620	3,978	11,484	20,414	19,855	9,219	3,539	7,856	19,400	14,181
6	Interest and Finance Charges/(Income) (Net of Interest and Dividend Income)	1,424	1,014	1,335	4,242	3,145	627	484	44	1,547	580
7	Profit/(Loss) from ordinary activities after finance Costs but before exceptional items (5) - (6)	10,196	2,964	10,149	16,172	16,710	8,592	3,075	7,812	17,853	13,601
8	Exceptional Items	-	-	-	-	-	-	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7) - (8)	10,196	2,964	10,149	16,172	16,710	8,592	3,075	7,812	17,853	13,601
10	Tax expense	3,282	1,147	3,019	6,890	5,664	2,971	1,007	2,619	6,110	4,560
11	Net Profit/(Loss) from ordinary activities after tax (9) - (10)	6,914	1,817	7,130	9,282	11,046	5,621	2,068	5,193	11,743	9,041
12	Extraordinary Items	-	-	-	-	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11) - (12)	6,914	1,817	7,130	9,282	11,046	5,621	2,068	5,193	11,743	9,041
14	Share of Profit/(Loss) of Associates	(26)	42	54	94	159	-	-	-	-	-
15	Minority Interest	34	(31)	134	157	195	-	-	-	-	-
16	Net Profit/(Loss) after taxes, minority interest and share of profit/(loss) of associates (13)+(14)-(15)	6,854	1,890	7,050	9,219	11,010	5,621	2,068	5,193	11,743	9,041
17	Paid-up equity share capital (face value Rs2/- each)	1,090	1,090	1,086	1,090	1,086	1,090	1,090	1,086	1,090	1,086
18	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				89,178						67,534
19i	Earnings Per Share (EPS) (before extraordinary items) (of Rs. 2 each) (not annualized, adjusted for bonus shares issued)										
	a) Basic (Rs.)	12.60	3.47	13.06	16.95	20.39	10.33	3.80	9.62	21.59	16.74
	b) Diluted (Rs.)	12.51	3.47	12.94	16.82	20.20	10.26	3.79	9.53	21.43	16.59
19ii	Earnings Per Share (EPS) (after extraordinary items) (of Rs. 2 each) (not annualized, adjusted for bonus shares issued)										
	a) Basic (Rs.)	12.60	3.47	13.06	16.95	20.39	10.33	3.80	9.62	21.59	16.74
	b) Diluted (Rs.)	12.51	3.47	12.94	16.82	20.20	10.26	3.79	9.53	21.43	16.59

MRA

Segment-wise Revenue, Result and Capital Employed

(Rs. in Lakhs)

Particulars	CONSOLIDATED					STANDALONE				
	Quarter Ended			Year Ended		Quarter Ended			Year Ended	
	31/03/2016	31/12/2015	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/12/2015	31/03/2015	31/03/2016	31/03/2015
	Audited	Unaudited	Audited	Audited	Audited	Audited	Unaudited	Audited	Audited	Audited
1. Segment Revenue										
India	28,910	25,310	43,914	96,460	90,815	28,910	25,310	43,914	96,460	90,815
Rest of world	62,487	41,592	51,013	1,70,383	1,61,863	26,403	11,824	12,861	53,822	31,198
Total	91,397	66,902	94,927	2,66,843	2,52,678	55,313	37,134	56,775	1,50,282	1,22,013
Less: Inter Segment Revenue	5,790	4,015	4,355	12,638	9,840	-	-	-	-	-
Net Sales/Income From Operations	85,607	62,887	90,572	2,54,205	2,42,838	55,313	37,134	56,775	1,50,282	1,22,013
2. Segment Results (Profit /Loss before Interest, tax and other unallocable items)										
India	5,207	5,371	7,032	19,380	16,009	5,207	5,371	7,032	19,380	16,009
Rest of world	14,421	8,533	12,924	35,934	35,851	7,354	2,882	4,517	15,426	11,779
Total	19,628	13,904	19,956	55,314	51,860	12,561	8,253	11,549	34,806	27,788
Less: (i) Interest and bank charges, net	1,424	1,014	1,335	4,242	3,145	627	464	44	1,547	580
(ii) Other Un-allocable Expenditure net off	8,526	10,001	8,673	35,885	32,682	4,219	4,882	4,093	17,584	14,930
Add: (i) Un-allocable income	518	75	201	985	677	877	168	400	2,178	1,323
Total Profit Before Tax	10,196	2,964	10,149	16,172	16,710	8,592	3,075	7,812	17,853	13,601
3. Capital Employed (Segment Assets – Segment Liabilities)										
India	71,290	71,081	40,615	71,290	40,615	74,156	73,956	43,134	74,156	43,134
Rest of world	32,008	33,101	31,648	32,008	31,648	7,159	9,356	6,709	7,159	6,709
Unallocated	(3,301)	(9,572)	18,501	(3,301)	18,501	(3,204)	(8,221)	18,790	(3,204)	18,790
Total	99,997	94,610	90,764	99,997	90,764	78,111	75,091	68,633	78,111	68,633

Notes:

- The above results were reviewed by the Audit Committee and approved and taken on record by the Board at its meeting held on May 26, 2016 and an audit has been carried out by the Statutory Auditors of the Company.
- The Board of Directors recommend a dividend of Rs 4/- per share on the paid up Equity Share Capital of the Company.
- The figures for the corresponding previous periods have been regrouped / reclassified to conform to the figures presented in the current period. In the consolidated results for the current period, personnel cost directly attributable to operation and maintenance contracts have been classified as cost of materials consumed as they represent directly attributable project costs. Consequently, Rs 3,181 lakhs for the quarter ended March 31, 2015 and Rs. 7,702 lakhs for the year ended March 31, 2015 have been reclassified to conform to the presentation for the current period.
- The figures for the quarter ended March 31, 2016 and March 31, 2015 represents the difference between the audited figures in respect of full financial years and the published figures for the 9 months ended December 31, 2015 and December 31, 2014 respectively.
- Considering the risk/return profiles of the segments between product and geography, the Company has identified geography as primary segment in accordance with Accounting Standard (AS) 17 on Segment Reporting. The Company does not have any secondary segment. Segment revenue comprises sales and operational income allocable specifically to a segment. Un-allocable expenditure mainly includes employee expense, depreciation, foreign exchange loss and other expenses. Un-allocable income primarily includes other operating income and foreign exchange gain.
- Depreciation for the year ended March 31, 2015 includes a reversal of Rs 597 lakhs (in the standalone results) and of Rs 276 lakhs (net) (in the consolidated results), which represents the impact of change in accounting policy for providing depreciation on fixed assets from 'Written Down Value' method to 'Straight Line' method effective April 1, 2014.

7. Statement of Assets and Liabilities as at March 31, 2016 is given below

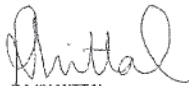
(Rs. In Lakhs)

Particulars	Consolidated		Standalone	
	31/03/2016	31/03/2015	31/03/2016	31/03/2015
	Audited	Audited	Audited	Audited
A. EQUITY AND LIABILITIES				
1. Shareholders' funds:				
(a) Share capital	1,090	1,086	1,090	1,086
(b) Reserves and surplus	98,082	89,178	77,017	67,534
Sub-total - Shareholders' funds	99,172	90,264	78,107	68,620
2. Share application money pending allotment	4	13	4	13
3. Minority interest	821	487	-	-
4. Non-current liabilities				
(a) Long-term borrowings	5,012	6,931	-	-
(b) Deferred tax liabilities (net)	307	300	-	-
(c) Other long term liabilities	15,231	21,126	14,920	20,462
(d) Long-term provisions	1,695	2,799	418	1,686
Sub-total - Non-current liabilities	22,245	31,156	15,338	22,148
5. Current liabilities				
(a) Short-term borrowings	32,721	10,483	23,890	6,260
(b) Trade payables	1,03,993	86,531	62,347	55,753
(c) Other current liabilities	28,814	21,754	7,012	9,681
(d) Short-term provisions	12,890	16,087	5,665	8,177
Sub-total - Current liabilities	1,78,418	1,34,855	98,914	79,871
TOTAL - EQUITY AND LIABILITIES	3,00,660	2,56,775	1,92,363	1,70,652
B. ASSETS				
1. Non-current assets				
(a) Fixed assets	17,791	19,188	9,499	9,899
(b) Non-current investments	1,773	274	4,384	2,536
(c) Deferred tax assets (net)	782	2,289	616	2,009
(d) Long-term loans and advances	1,554	955	1,539	955
(e) Other non-current assets	29,329	24,149	28,184	22,367
Sub-total - Non-current assets	51,229	46,855	44,222	37,766
2. Current assets				
(a) Current investments	1,000	3,500	1,000	3,500
(b) Inventories	9,762	4,698	6,546	2,983
(c) Trade receivables	1,76,819	1,48,067	1,07,494	98,331
(d) Cash and bank balances	35,836	31,117	12,352	12,826
(e) Short-term loans and advances	10,987	10,828	10,322	7,417
(f) Other current assets	15,027	11,910	10,427	7,829
Sub-total - Current assets	2,49,431	2,09,920	1,48,141	1,32,886
TOTAL - ASSETS	3,00,660	2,56,775	1,92,363	1,70,652

Place: Bucharest, Romania

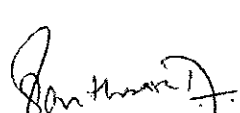
Date: May 26, 2016

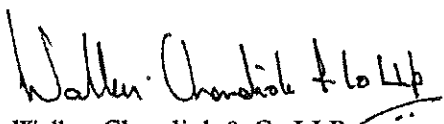
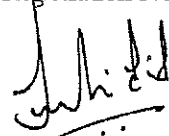
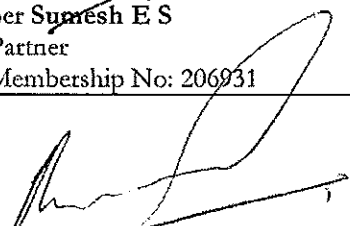
For VA TECH WABAG LIMITED


RAJIV MITTAL
 MANAGING DIRECTOR & GROUP CEO

FORM A

Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements Regulations, 2015)

1	Name of the Company	VA TECH WABAG LIMITED
2	Annual Consolidated Financial Statements for the year ended	31 March 2016
3	Type of Audit Observation	A. The report of Statutory auditor contains the following Emphasis of Matter: “We draw your attention to the following: Consequent to Section 80 IA, being amended by Finance Act 2009, denying the benefit of deduction under this Section to business in the nature of work contracts, with retrospective effect from April, 2000, the Company based on a legal opinion believes that this amendment will not impact its eligibility to claim deduction under the said section. Also based on the legal opinion, the Company has filed a writ petition in the High Court, challenging the constitutional validity of the retrospective amendment. The ultimate outcome of the matter cannot be presently determined and no provision for any liability that may result has been made in the financial statements by the Company for the period from 01 April 2001 to 31 March 2009. However, such a liability on account of possible denial of deduction prospectively from 01 April 2009 has been fully provided as current tax. Pursuant to this, the estimated tax liability for the period from 01 April 2001 to 31 March 2009 amounting to Rs. 2,422 lakhs and interest there upon from 01 April 2001 to 31 March 2016 amounting to Rs. 2,855 lakhs have been considered as contingent liability as at 31 March 2016. Our opinion is not modified in respect of this matter.”
4	Frequency of Observation	Observation A has been reported since the year ended 31 March 2010
5	Signed By	
	Managing Director & Group CEO	 Rajiv Mittal
	Chief Financial Officer	 Parthasarathy Gopalan

	Auditors Of the Company	 for Walker Chandiok & Co LLP Chartered Accountants Firm Registration No: -001076N/N500013  per Sumesh E S Partner Membership No: 206931
	Audit Committee Chairman	 Bhagwan Dass Narang

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Auditor's Report on Quarterly Consolidated Financial Results and Consolidated 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 of VA Tech Wabag Limited

1. We have audited the annual consolidated financial results of VA Tech Wabag Limited ("the Company") and its subsidiaries, jointly controlled entity and associates (the Company, its subsidiaries, jointly controlled entity and associates together referred to as "the Group") for the year ended 31 March 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to note 3 in the annual financial results regarding the figures for the quarter ended 31 March 2016 as reported in these financial results which are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the financial year. Also, the figures upto the end of the third quarter had only been reviewed and not subjected to audit. These financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results upto the end of the third quarter, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these Financial results based on our review of financial results for the nine months period ended 31 December 2015 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standards (AS 25), Interim Financial reporting issued pursuant to the Companies (Accounting Standards) Rules, 2006, read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India; and our audit of the annual financial statements which have been prepared in accordance Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 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 misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the financial results. An audit also includes assessing the accounting



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principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

3. We did not audit the financial statements of 18 subsidiaries and 1 jointly controlled entity included in these financial results, whose financial statements reflect total assets (after eliminating intra-group transaction) of ₹ 115,868 lakhs as at 31 March 2016, total revenue (after eliminating intra-group transactions) of ₹ 114,318 lakhs for the year ended 31 March 2016. These financial results also include the Group's share of net profit of ₹ 2,222 lakhs for the year ended 31 March 2016. These financial results include the Group's share of net profit of ₹ 93 lakhs for the year ended 31 March 2016 in respect of 2 associates whose financial statements have not been audited by us. These financial statements and other financial information have been audited by other auditors whose audit reports have been furnished to us, and our opinion, to the extent they have been derived from such financial statements, is based solely on the audit reports of such other auditors. Our opinion is not qualified in respect of this matter.
4. In our opinion and to the best of our information and according to the explanations given to us and upon consideration of reports of other auditors, these annual consolidated financial results:
 - i. include the financial results of the following entities as at and for the year ended 31 March 2016;

Subsidiaries

- a) VA Tech Wabag (Singapore) Pte Ltd
- b) VA Tech Wabag GmbH
- c) Wabag Wassertechnik AG
- d) VA Tech Wabag Deutschland GmbH
- e) VA Tech Wabag Brno Spol S.R.O
- f) Wabag Water Services (Macao) Limited
- g) Wabag Water Services s.r.l.
- h) VA Tech Wabag Tunisia s.a.r.l.
- i) VA Tech Wabag Algeria s.a.r.l.
- j) Beijing VA Tech Wabag Water Treatment Technology Co. Limited
- k) VA Tech Wabag Teknolojisi Ve Ticaret Anonim Şirket
- l) VA Tech Wabag (Hong Kong) Limited
- m) Ujams Wastewater Treatment Company (Pty) Ltd.
- n) VA Tech Wabag (Spain) S.LU
- o) VA Tech Wabag Muscat L.L.C.
- p) VA Tech Wabag (Philippines) Inc.
- q) VA Tech Wabag Limited Pratibha Industries Limited JV
- r) Wabag Operation and Maintenance W.L.L.
- s) Wabag Limited
- t) Wabag Belhasa JV W.L.L.
- u) Wabag Muhibbah JV Sdn Bhd

Jointly controlled entity

- a) International Water Treatment L.L.C.



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Associates

- a) Windhoek Goreangab Operating Company (Pty) Limited (Associate)
 - b) VA Tech Wabag and Roots Contracting L.L.C.
- ii. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - iii. give a true and fair view of the consolidated net profit and other financial information for the quarter and year ended 31 March 2016.
5. We draw your attention to the following:

Consequent to Section 80 IA, being amended by Finance Act 2009, denying the benefit of deduction under this Section to business in the nature of work contracts, with retrospective effect from April, 2000, the Company based on legal opinion believes that this amendment will not impact its eligibility to claim deduction under the said section. Also based on the legal opinion, the Company has filed a writ petition in the High Court, challenging the constitutional validity of the retrospective amendment.

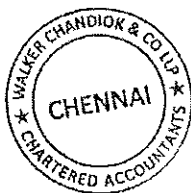
The ultimate outcome of the matter cannot be presently determined and no provision for any liability that may result has been made in the financial statements by the Company for the period from 01 April 2001 to 31 March 2009. However, such a liability on account of possible denial of deduction prospectively from 01 April 2009 has been fully provided as current tax. Pursuant to this, the estimated tax liability for the period from 01 April 2001 to 31 March 2009 amounting to ₹ 2,422 lakhs and interest there upon from 01 April 2001 to 31 March 2016 amounting to ₹ 2,855 lakhs have been considered as contingent liability as at 31 March 2016. Our opinion is not modified in respect of this matter.

Walker Chandiok & Co LLP

For Walker Chandiok & Co LLP
Chartered Accountants
Firm Registration No.: 001076N/N500013

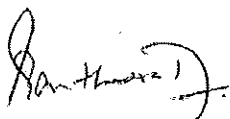
Suresh E S
per Suresh E S
Partner
Membership No. 206931

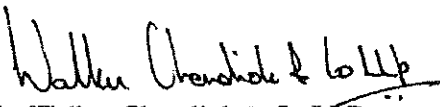
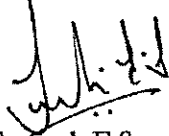
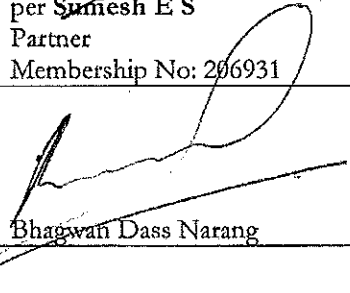
Place: Bucharest, Romania
Date: 26 May 2016



FORM A

Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements Regulations, 2015)

1	Name of the Company	VA TECH WABAG LIMITED
2	Annual Standalone Financial Statements for the year ended	31 March 2016
3	Type of Audit Observation	A. The report of Statutory auditor contains the following Emphasis of Matter: “We draw your attention to the following: Consequent to Section 80 IA, being amended by Finance Act 2009, denying the benefit of deduction under this Section to business in the nature of work contracts, with retrospective effect from April, 2000, the Company based on a legal opinion believes that this amendment will not impact its eligibility to claim deduction under the said section. Also based on the legal opinion, the Company has filed a writ petition in the High Court, challenging the constitutional validity of the retrospective amendment. The ultimate outcome of the matter cannot be presently determined and no provision for any liability that may result has been made in the financial statements by the Company for the period from 01 April 2001 to 31 March 2009. However, such a liability on account of possible denial of deduction prospectively from 01 April 2009 has been fully provided as current tax. Pursuant to this, the estimated tax liability for the period from 01 April 2001 to 31 March 2009 amounting to Rs. 2,422 lakhs and interest there upon from 01 April 2001 to 31 March 2016 amounting to Rs. 2,855 lakhs have been considered as contingent liability as at 31 March 2016. Our opinion is not modified in respect of this matter.”
4	Frequency of Observation	Observation A has been reported since the year ended 31 March 2010
5	Signed By	
	Managing Director & Group CEO	 Rajiv Mittal
	Chief Financial Officer	 Parthasarathy Gopalan

	Auditors Of the Company	 for Walker Chandiok & Co LLP Chartered Accountants Firm Registration No: -001076N/N500013  per Sumesh E S Partner Membership No: 206931
	Audit Committee Chairman	 Bhagwan Dass Narang

Walker Chandlok & Co LLP

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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 of VA Tech Wabag Limited

1. We have audited the annual financial results of VA Tech Wabag Limited ("the Company") for the year ended 31 March 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to note 3 in the annual financial results regarding the figures for the quarter ended 31 March 2016 as reported in these financial results which are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto 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 subjected to audit. These financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results upto the end of the third quarter which are the responsibility of the Company's management. Our responsibility is to express an opinion on these annual financial results based on our review of financial results for the nine months period ended 31 December 2015 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India; and our audit of the annual financial statements which have been prepared in accordance Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 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



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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 opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, these annual financial results:
 - (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - (ii) give a true and fair view of the net profit and other financial information for the quarter and year ended 31 March 2016.
4. We draw your attention to the following:

Consequent to Section 80 IA, being amended by Finance Act 2009, denying the benefit of deduction under this Section to business in the nature of work contracts, with retrospective effect from April, 2000, the Company based on a legal opinion believes that this amendment will not impact its eligibility to claim deduction under the said section. Also based on the legal opinion, the Company has filed a writ petition in the High Court, challenging the constitutional validity of the retrospective amendment.

The ultimate outcome of the matter cannot be presently determined and no provision for any liability that may result has been made in the financial statements by the Company for the period from 01 April 2001 to 31 March 2009. However, such a liability on account of possible denial of deduction prospectively from 01 April 2009 has been fully provided as current tax. Pursuant to this, the estimated tax liability for the period from 01 April 2001 to 31 March 2009 amounting to ₹ 2,422 lakhs and interest there upon from 01 April 2001 to 31 March 2016 amounting to ₹ 2,855 lakhs have been considered as contingent liability as at 31 March 2016. Our opinion is not modified in respect of this matter.

Walker Chandiok & Co LLP

For Walker Chandiok & Co LLP
Chartered Accountants
Firm Registration No.: 001076N/N500013

Sumesh E S
per Sumesh E S
Partner
Membership No. 206931



Place: Bucharest, Romania
Date: 26 May 2016