

Date: 20.07.2016

The General Manager, Listing Department, BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400 001	The Vice President, Listing Department, National Stock Exchange of India Limited "Exchange Plaza", Bandra – Kurla Complex, Bandra (E), Mumbai – 400 051
Scrip Code : 533160	Scrip Symbol : DBREALTY
Fax No.: 022 – 2272 2037/ 39	Fax No.: 022 – 26598237/38

Dear Sirs,**Sub: Submission of Statement on Impact of Audit qualification for the financial year ended 31st March, 2016.**

In compliance to SEBI Circular No.CIR/CFD/CMD/56/2016 dated 27th May, 2016, Circular no NSE/CML/2016/09 and Circular No. DSC/COMP/04/2016-17 issued by NSE and BSE respectively on 1st June, 2016, please find enclosed herewith the Statement on Impact of Audit qualifications in the format as prescribed in **Annexure 1** (Standalone and Consolidated Financial Statements) of the Company for the financial year ended 31st March, 2016.

Kindly acknowledge the receipt and take the same on record.

Thanking You,

Yours faithfully

For D B Realty Limited

Vinod Goenka
Managing Director



Encl: As above

Annexure I

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, 2016
(See Regulations 33 of SEBI (LODR) (Amendment) Regulations, 2016)**

I			
Sr. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1	Turnover/ Total Income	1,677,457,986	Not ascertainable
2	Total Expenditure	1,604,672,905	
3	Net Profit/ (Loss)	777,481	
4	Earnings per Share	0.00	
5	Total Assets	42,184,408,582	
6	Total Liabilities	6,687,597,414	
7	Net Worth	35,496,811,168	
8	Any other financial items	-	
II	Audit Qualification		
1	a. Details of Audit Qualification: Share of profit of Rs. 1.92 Lacs from an investment in a Limited Liability Partnership ('LLP') , included in the Statement is based on the unaudited financial results of such LLP, which are approved by only three partners representing the Company out of the total six partners of the LLP. b. Type of Audit Qualification: Qualified Opinion c. Frequency of Qualification: Appeared for first time d. For Audit Qualification where impact is quantified by the auditor, Management's views: Imact is not quantified by the auditor. e. For Audit Qualification where impact is not quantified by the auditor: (i) Management's estimation on the impact of audit qualification: The Company does not expect any significant or material financial impact on account of the same, as the financial results of the LLP has already been accounted. (ii) If management is unable to estimate the impact, reasons for the same: N.A. (iii) Auditors' Comments on (i) or (ii) above: In the absence of audited financial statements of the LLP signed by all the partners, we are not able to comment on changes, if any in financial statements of the Company.		

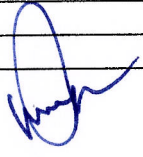
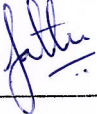
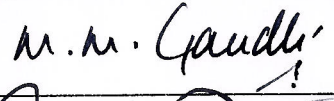
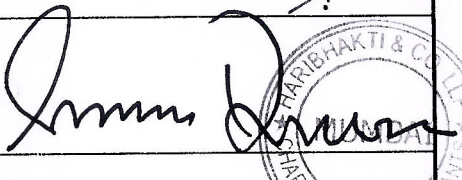


for

M. M. Gandhi



D B REALTY LIMITED

2	a. Details of Audit Qualification: Observations in para 4(i) and 6(iii) to 6(xiii) made by the auditors in their report on Financial Results and their impact on the Statement have not been disclosed in the Statement. b. Type of Audit Qualification: Qualified Opinion c. Frequency of Qualification: Appeared for first time d. For Audit Qualification where impact is quantified by the auditor, Management's views: Impact is not quantified by the auditor. e. For Audit Qualification where impact is not quantified by the auditor: (i) Management's estimation on the impact of audit qualification: Not ascertainable (ii) If management is unable to estimate the impact, reasons for the same: The notes in the Audited financial Statements referred to by the Auditors in their observations are self explanatory and detailed note is given in Notes to financial Statements. The Company is confident of positive outcome/ realisations on all these matters. (iii) Auditors' Comments on (i) or (ii) above: The Qualification is related to non-compliance of disclosure as per LODR requirements. It has no impact on the financial results.	
III	Signatories	
	Managing Director	
	Mr. Vinod Goenka	
	CFO	
	Mr. N. M. Gattu	
	Audit Committee Chairman	
	Mr. Mahesh Gandhi	
	Statutory Auditor	
Place:	Mumbai	
Date:	20th July, 2016	

Annexure I

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, 2016
(See Regulations 33 of SEBI (LODR) (Amendment) Regulations, 2016)**

I			
Sr. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1	Turnover/ Total Income	2,341,699,533	Not ascertainable
2	Total Expenditure	2,627,603,011	
3	Net Profit/ (Loss)	(248,976,750.65)	
4	Earnings per Share	(1.02)	
5	Total Assets	73,664,872,134	
6	Total Liabilities	39,291,790,184	
7	Net Worth	34,373,081,950	
8	Any other financial items	-	
II	Audit Qualification		
1	a. Details of Audit Qualification: The Statement includes unaudited financial results of a subsidiary, whose results for the year ended 31st March, 2016 reflect total assets of Rs. 77,414.85 Lacs, total revenue of Rs. Nil and net loss after tax of Rs. 106.77 Lacs, which are unapproved by its Board (Refer Note No. 28(a)(i) to the CFS). b. Type of Audit Qualification: Qualified Opinion c. Frequency of Qualification: Appeared for first time d. For Audit Qualification where impact is quantified by the auditor, Management's views: Impact is not quantified by the auditor. e. For Audit Qualification where impact is not quantified by the auditor: (i) Management's estimation on the impact of audit qualification: In the opinion of the Company, there would not be any impact on the financial statements arising out of its adoption at a later point of time by their Board. (ii) If management is unable to estimate the impact, reasons for the same: N.A. (iii) Auditors' Comments on (i) or (ii) above: In the absence of audited financial statements signed by the Board and the auditors of the subsidiary, we are not able to comment on changes, if any in financial statements of the Company.		



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M. M. Gandhi



D B REALTY LIMITED

2	a. Details of Audit Qualification: The Statement includes unaudited financial results of a Limited Liability Partnership ('LLP'), a jointly controlled entity, whose results for the year ended 31st March, 2016 reflect total assets of Rs. 559.53 Lacs, total revenue of Rs. Nil and net profit after tax of Rs. 3.26 Lacs, which are approved by only three partners representing the Company out of the total six partners of the LLP (Refer Note No. 28(c)(i) to the CFS). b. Type of Audit Qualification: Qualified Opinion c. Frequency of Qualification: Appeared for first time d. For Audit Qualification where impact is quantified by the auditor, Management's views: Impact is not quantified by the auditor. e. For Audit Qualification where impact is not quantified by the auditor: (i) Management's estimation on the impact of audit qualification: The Company does not expect any significant or material financial impact on account of the same. (ii) If management is unable to estimate the impact, reasons for the same: N.A. (iii) Auditors' Comments on (i) or (ii) above: In the absence of audited financial statements of the LLP signed by all the partners, we are not able to comment on changes, if any in consolidated financial statements of the Group.
3	a. Details of Audit Qualification: As stated in Note No. 33(B)(iv) to the CFS, one of the subsidiaries has not accounted for its share of profit/loss in a Partnership firm ('Firm') for FY 2015-16 as the financial statements of the Firm are not available. b. Type of Audit Qualification: Qualified Opinion c. Frequency of Qualification: Appeared for first time d. For Audit Qualification where impact is quantified by the auditor, Management's views: Impact is not quantified by the auditor. e. For Audit Qualification where impact is not quantified by the auditor: (i) Management's estimation on the impact of audit qualification: Not ascertainable (ii) If management is unable to estimate the impact, reasons for the same: The said subsidiary is taking steps to obtain the final statement of accounts of the firm and impact on the Company's Consolidated Financial statements is not material in the opinion of the Board of Directors. (iii) Auditors' Comments on (i) or (ii) above: In the absence of availability of the audited financial statements of such entity, impact of such non consolidation can not be ascertained.

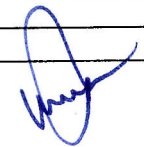
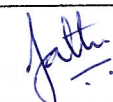
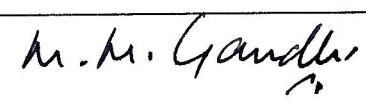
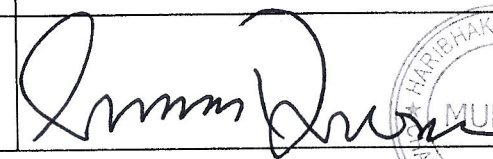
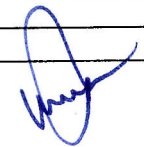
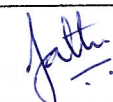
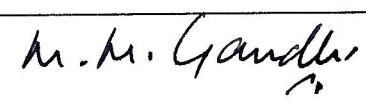
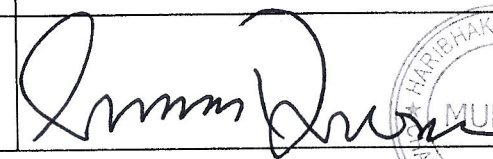
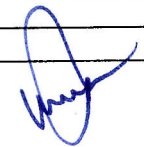
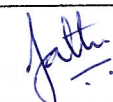
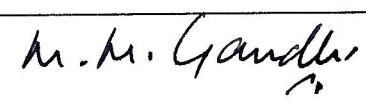
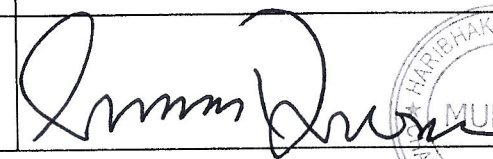




M. M. Gauder



D B REALTY LIMITED

4	a. Details of Audit Qualification: As stated in Note No. 52 of the CFS, the financial statements of one of the Jointly Controlled entities have not been considered in the CFS. This is not in compliance with Accounting Standard - 27 "Financial Reporting of Interests in Joint Ventures". b. Type of Audit Qualification: Qualified Opinion c. Frequency of Qualification: Appeared for first time d. For Audit Qualification where impact is quantified by the auditor, Management's views: Impact not quantified by the auditor. e. For Audit Qualification where impact is not quantified by the auditor: (i) Management's estimation on the impact of audit qualification: Not ascertainable (ii) If management is unable to estimate the impact, reasons for the same: The said subsidiary is taking steps to obtain the final statement of accounts of the firm and impact on the Company's Consolidated Financial statements is not material in the opinion of the Board of Directors. (iii) Auditors' Comments on (i) or (ii) above: In the absence of availability of the financial statements of such entity, its impact on the consolidated financial statements can not be ascertained.																				
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Place: Date:	Mumbai 20th July, 2016																				