

IRSL:STEXCH:2016-17:
26th July 2016

Mr. Jimit Prajapati
Assistant Manager - Listing Compliance
BSE Limited
Floor 25, P. J. Towers,
Dalal Street,
Mumbai - 400 001.
Stock Code BSE: **500207**

ISIN: INE156A01020

Indo Rama Synthetics (India) Limited - CIN L17124MH1986PLC166615

Sub: Submission of Statement of Audit Qualification

Dear Sir,

This is with reference your E-mail dated 16th June 2016, regarding submission of Statement of Audit Qualification for the year / quarter ended 31st March 2016.

As required, please find herewith Statement on impact of Audit Qualification for the financial year ended 31st March 2016, in prescribed format Annexure-I, for your reference and record.

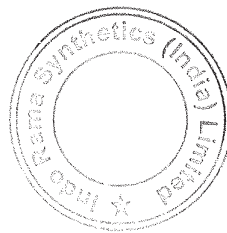
Hope you will find the same in order

Thanking You.

Yours faithfully,
for **Indo Rama Synthetics (India) Limited**



Jayantk Sood
Head-Corporate & Company Secretary
(ICSI Membership No.: FCS 4482)



Encl.: As above.

**Statement on impact of Audit Qualifications (for audit report with modified opinion)
submitted along-with Annual Audited Financial Results**

Statement on Impact of Audit Qualification for the Financial Year ended March 31, 2016
(See Regulation 33/52 of the SEBI (LODR) Amendment) Regulations, 2016)

(Rs. in Crores)

I.	Sl. No.	Particulars	Standalone		Consolidated (continuing operations)	
			Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1	Turnover / Total income	2566.53	2555.58	2566.54	2555.59
	2	Total Expenditure	2510.53	2506.74	2510.76	2506.97
	3	Net Profit / (Loss) after tax	56.00	48.84	55.78	48.62
	4	Earnings Per Share (Rs.)	3.69	3.22	3.67	3.20
	5	Total Assets	1803.48	1792.53	1933.90	1922.95
	6	Total Liabilities	1211.84	1208.05	1347.65	1343.86
	7	Net Worth	591.64	584.48	586.25	579.09
	8	Any other financial item (s) (as felt appropriate by the Management)	-	-	-	-

II. Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification:

Qualifications referred to in paragraph 4 of the Standalone and Consolidated Independent Auditors' Report dated 18 May 2016 to the members of Indo Rama Synthetics (India) Limited on the accounts for the year ended 31 March 2016:

(a) Attention is drawn to note 6 (b) of the Standalone and note 9 (b) of the Consolidated Financial Results and, which enumerates, recognition of interest of Rs. 10.95 crores for the year ended 31 March 2016 on the insurance claim lodged by the Company with its insurance company for the loss of certain assets and loss suffered due to business interruption at its plant in 2007-08. The said recognition of asset, is not in accordance with accounting principle stated in Accounting Standard 29, 'Provisions, Contingent Liabilities and Contingent Assets'. Had such income not been recognised, the net loss before tax for the year would have been higher by Rs. 10.95 crores, the net profit after tax for the year would have been lower by Rs. 7.16 crores and Reserves and Surplus as at 31 March 2016 would have been lower by 7.16 crores.

b. **Type of Audit Qualification** : Qualified opinion.

c. **Frequency of Audit Qualification** : Appeared in the Auditors Review Report since the quarter ended 30th September 2015.

d. **For Audit Qualification(s) where the impact is qualified by the Auditor, Management's views** :

The Company is of the view on the basis of legal advise that the amounts recognised are fully recoverable. The copy of Legal Opinion attached.

e. **For Audit Qualification(s) where the impact is not quantified by the Auditor:** Not Applicable.

III. Signatory:

President & Chief Financial Officer

Place: Gurgaon
Date: 25-Jul-2016

