



APIL/ACS/2016-2017/0310

27th July, 2016

To,

**The Listing Department
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai – 400001**

Dear Sir,

Sub: Disclosure of the Impact of Audit Qualifications by the Listed Entities

This is with reference to Notification No. SEBI/LAD-NRO/GN/2016-17/001 dated May 25, 2016 and Circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016 issued by the Securities and Exchange Board of India (SEBI) also your circular no. DCS/COMP/04/2016-17 dated June 1, 2016.

We submit herewith the statement of impact of audit qualification for the financial year ended 31.03.2016 in the prescribed format and which has been duly signed.

This is for your record.

Thanking you,

Yours faithfully,

For Agio Paper & Industries Ltd.

Company Secretary

Encl: a/a

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Phone : +91-33-6628 6654
E-mail : ho@agiopaper.com

Mill : Agio Paper & Industries Ltd.
Village Dhenka, P.O. Darrighat-Masturi
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Tele Fax: +91-7752-257 010
E-mail : mill@agiopaper.com

CIN - L21090WB1984PLC037968

ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results - (Standalone and Consolidated separately)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016 (See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016)				
I	Sl No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	7,09,838	Non Ascertainable
	2.	Total Expenditure	1,53,82,434	
	3.	Net Profit/(Loss)	(1,46,72,596)	
	4.	Earnings Per Share	(0.91)	
	5.	Total Assets	42,67,31,986	
	6.	Total Liabilities	42,67,31,986	
	7.	Net Worth	10,65,05,119	
	8.	Any other financial item(s) (as felt appropriate by the management)		
II	Audit Qualification (each audit qualification separately): a. Details of Audit Qualification: The Paper Factory of the company is under shut down since 6th October 2010 to fulfill certain pollution control measures as enumerated in note no. 2.18.F in the financial statements. As further explained in note no 2.18.G, based on the future plans and valuation of fixed assets, the management of the Company is not envisaging any impairment loss in the fixed assets & Capital Work in Progress of the Company as at the balance sheet date as per the requirements of Accounting Standard AS- 28 on "Impairment of Assets". However in absence of any certainty towards future plans of the Company or a binding sale agreement at arm's length basis indicating the amount obtainable from sale of fixed assets & Capital Work in progress, we are unable to comment on the quantum of impairment loss on the fixed assets & Capital Work in progress, if any, at the balance sheet date. 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 : Audit qualification have been appearing since 2012-13

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: N.A

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact of audit qualification: None

(ii) If management is unable to estimate the impact, reasons for the same:
The paper plant was closed on 6th October, 2010 to ensure due compliance of orders of the Central Pollution Control Board during which the expansion unit was still under the installation stage. As a result of the closure, the installation of the paper machine and the integration of the power plant with the old and new machines could not be carried out. In order to be effective as well as feasible both needs to operate in unison but since circumstances has led to non commissioning of the power plant and the new paper machine both of them have been shown as work in progress in auditor's report.

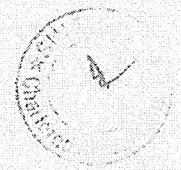
In compliance with Accounting Standard AS-28 relating to "Impairment of Assets", the company has reviewed the carrying amount of its fixed assets as at the end of the year. During the previous financial years the valuation of the various assets of the company situated at our mill site including the factory building and premises was carried out by a registered valuer in connection with various financial facilities granted by our banker. Although the report was submitted by the valuer to the bank directly in accordance with his norms of appointment it is significant to note that neither the bank has communicated any adverse remarks on such assets nor have they expressed any concern regarding the current state of such assets till date. Based on the strategic plans and such valuation of the fixed assets of the company, no impairment of assets is envisaged at the balance sheet date.


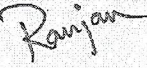



(iii) Auditors' Comments on (i) or (ii) above:

We refer to our audit qualification which is self explanatory. Further the valuation of fixed assets by a registered valuer in earlier years as mentioned in the management remarks cannot be considered for impairment quantification.

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III	<p>Signatories:</p> <ul style="list-style-type: none">• CEO/Managing Director • CFO • Audit Committee chairman • Statutory auditor  <p>Place: Kolkata</p> <p>Date: 22.07.2016</p> 
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