



Date: June 23, 2018

To,

<b><u>National Stock Exchange of India Limited</u></b> Exchange Plaza, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra(East) Mumbai-400051, <b>NSE Code- V2RETAIL</b>	<b><u>BSE (Bombay Stock Exchange) Limited</u></b> 25 <sup>th</sup> floor, "Phiroze Jeejeebhoy Tower", Dalal Street, Narimal Point, Mumbai-400001, <b>BSE Code-532867</b>
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1. Sub: Pursuant to Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]:- Statement on Impact of Audit Qualifications (for audit report with modified opinion) for the Year ended 31st March 2018

Ref: - NSE/LIST/FR/6919

Dear Sir/Ma'am,

This is with reference to above captioned subject matter kindly refer enclosed Statement on Impact of Audit Qualifications (for audit report with modified opinion) for the Year ended 31st March 2018.

Please treat this as intimation to your exchange as per the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

This is for your information and record.

Yours Truly

**For V2 Retail Limited**

  
**Mr. Umesh Kumar**  
**(Company Secretary & Compliance Officer)**



# V2 Retail Limited

## ANNEXURE I

### Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results

Figure in Rs. Lakhs, except for per share data

Statement on Impact of audit qualifications for the financial year ended 31 March 2018 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	S. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Audited Figures (as reported after adjusting for qualifications)
	1.	Turnover /total income	56,265.91	56,265.91
	2.	Total expenditure	51,665.12	51,665.12
	3.	Net profit for the period	3,108.20	3,108.20
	4.	Earnings per share	9.62	9.62
	5.	Total assets	38,936.15	38,936.15
	6.	Total liabilities	11,540.20	11,540.20
	7.	Net worth	(33,647.62)	(33,647.62)
	8.	Any other financial item (as felt appropriate by the management)	Nil	Nil

II.	Audit qualification (each audit qualification separately)
	<p>a. Details of audit qualifications: The audit report of statutory auditors includes following qualifications on the audited financial statements/results:</p> <p>(i) As stated in Note 7 to the financial results, the Company's other equity as at 31 March 2018 includes an amount of Rs. 365.36 lakhs in the nature of capital reserve arising out of business restructuring carried out in earlier years, for which the Company's management has not been able to provide necessary reconciliation and information. In the absence of sufficient appropriate audit evidence, we are unable to comment upon the appropriateness and classification of the aforesaid balance, and the consequential impact, if any, on the financial results.</p> <p>(ii) As stated in Note 8 to the financial results, the Company's contingent liabilities as at 31 March 2018 include an amount of Rs. 2,542.65 lakhs relating to litigations pending with various authorities, for which the Company's management has not been able to provide necessary details and information. In the absence of sufficient appropriate audit evidence, we are unable to comment upon the appropriateness and classification of the aforesaid amounts including management's evaluation of likely outcome of such litigations in accordance with Ind AS 37, "Provisions, Contingent Liabilities and Contingent Assets" and the consequential impact, if any, on the financial results.</p>
	<p>b. Type of audit qualification: Qualified Opinion/Disclaimer of Opinion/Adverse Opinion Qualified opinion</p>
	<p>c. Frequency of qualification: Whether appeared first time/repetitive/since how long continuing</p>

Holm Yadav Pagarwal

Kaushik

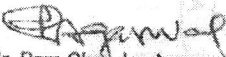
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South West Delhi -110037 Land Mark:- Fun N Food Village Amusement Park • Tel.: 011-41771850

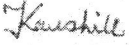
• E-mail : customercare@vrf.net.in, cs@vrf.net.in • Website: www.v2retail.com • CIN : L74999DL2001PLC147724

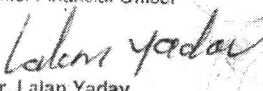
	<p>Repetitive- Qualification stated in (i) is continuing from the financial year ended 31 March 2011. Qualification stated in (ii) is continuing from the financial year ended 31 March 2012. However, the figure mentioned has been updated.</p>
	<p>d. For audit qualification(s) where the impact is quantified by the auditor, Management's Views:</p> <p>Management's view: not applicable</p>
	<p>e. For audit qualification(s) where the impact is not quantified by the auditor:</p> <p>(i) Management's estimation on the impact of audit qualification:</p> <p>Not quantified</p> <p>(ii) If management is unable to estimate the impact, reasons for the same:</p> <p>a) The Company restructured its business in the financial year 2010-11 resulting in creation of capital reserve amounting to Rs. 60,523.24 lakhs. The aforementioned reserve has been reconciled except for Rs. 365.36 lakhs which the Company is in the process of reconciling. However, the management believes that there is no impact of the same on statement of profit and loss.</p> <p>b) Out of contingent liabilities existing as at 31 March 2018, certain liabilities aggregating to Rs. 2,542.65 lakhs are under appeal with different authorities at different levels. Whilst the impact of contingent liabilities on these results can only be ascertained on the settlement of such cases/disputes, management has broadly assessed that based on the merits of such cases, the Company has reasonably good chances on succeeding and accordingly, no provision has been recognised in these financial results.</p> <p>(iii) Auditor's comments on (i) and (ii) above:</p> <p>Since management could not ascertain the impact, the auditors have given qualifications in their auditor's report.</p>

III Signatories:

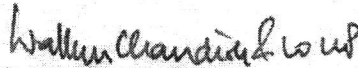
Yours Sincerely,  
For V2 Retail Limited

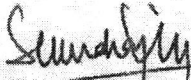
  
Mr. Ram Chandra Agarwal  
Chairman & Managing Director  
DIN00491885

  
Mr. Vipin Kaushik  
Chief Financial Officer

  
Mr. Lalan Yadav  
Audit Committee Chairman

Place: New Delhi  
Date: 23 June 2018

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

  
per Sumit Mahajan  
Partner  
Membership No. 504822

