



THE YASH BIRLA GROUP

Date: May 29, 2018

To, The Dy. Gen. Manager, Corporate Relationship Dept., BSE Limited PJ Tower, Dalal Street, Mumbai-400001 Equity Scrip Code: 531845	To, National Stock Exchange of India Ltd. Exchange Plaza, Plot no. C/1, G Block Bandra-Kurla Complex, Bandra(E) Mumbai-400051 Equity Scrip Name: ZENITHBIR
---	--

**Sub: Outcome of Board Meeting held on 29<sup>th</sup> May, 2018**

Dear Sir/Ma'am,

The Board of Directors of the Company, at their Meeting held today, considered and approved, inter alia, the following:

1. Appointed Ram Sahay Jagetiya, Additional Director as Whole time Director (DIN: 02719230) of the Company.
2. Considered and approved the Audited Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2018.  
Pursuant to the provisions of the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith a copy of Audited Financial results (Standalone & Consolidated) for the quarter and year ended March 31, 2018 as approved by the Board of Directors and duly signed by the Directors authorized by the Board.
3. Re-appointment of Chokshi & Chokshi, Chartered Accountants as Internal Auditors to conduct Internal Audit of the Company for the year 2018-19.
4. Re-appointment of Y. R. Doshi & Co., as Cost Accountant to conduct Cost Audit of the Company for the year 2018-19.
5. Re-appointment of Anil Somani & Associates as Secretarial Auditor to conduct Secretarial Audit of the Company for the year 2018-19.

The Board Meeting commenced on 05:20 p.m. and concluded on 09.30 p.m.

Kindly take the same on your records & oblige.

Thanking you,

Yours faithfully,

For Zenith Birla (India) Limited

(Suneel Sullere)

Company Secretary & Compliance Officer

ACS: 42922

Encl: As Above



**ZENITH BIRLA (INDIA) LIMITED**

CIN : L29220MH1960PLCO11773

Regd. Office : 5th Floor Industry House, 159, Churchgate Reclamation, Mumbai-400 020.

**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2018**

(Rs. in Lakhs except for per share data)

1	<p><b>Notes :</b></p> <p>These results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 29th May, 2018</p>
2	
3	<p>In accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015, the Statutory Auditors have performed an audit of the standalone and consolidated financial results of the Company for year ended 31st March 2018, and issued their modified report thereon</p>
4	<p>The Company operates in a single segment namely Pipes and hence the segment information is not furnished in the above result.</p>
5	<p>The company has not provided interest to the extent of Rs 38.36 crores on certain bank outstanding which were classified as non performing assets during the previous years.</p>
6	
7	<p>Consortium of banks has initiated action under Secularization &amp; Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in February 2014 and called upon the company to repay the amount of RS. 193.19 crores towards the dues as on 31.01.2014. There after, they have taken symbolic possession on 29.05.2014 of the immovable assets at the khopoli unit, and filed a case for taking physical possession, which will be reviewed afresh by Invert Assets Securitisation and Reconstruction Private Limited, since the Loan has been assigned to them by the Bank as on 31-03-2018.</p>
8	<p>The company has declared a lockout of its khopoli unit in November, 2013</p>
9	<p>The Company has adopted Ind-AS from 1st April, 2017. Reconciliation between profit/ (loss) after tax as per Indian GAAP and total comprehensive income as per Ind AS for quarter and year ended 31st March 2018 and 31st March 2017 are as under:</p>

8	Total comprehensive income for the year ended 31st March 2018, is Rs. 1,35,00,000/- (Rs. 135 lakhs).
9	The Accumulated losses till 31st March, 2018, has exceeded the share capital value including other reserves. Thereby the net worth of the company has been completely eroded. However on account of strategic understanding with suppliers/customers which is continuing. The company is on the revival mode and is operating some of the units. In view of the same the going concern concept holds good.
10	Interest amounting to Rs 3.63 crores on ICDs given by the company is not considered as income due to realisability not being certain.
11	The same accounting policies are followed in preparation of the financial statements as those followed in the most recent annual statements.
12	The figures of last quarter are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
13	Effective from 1st July 2017, sales are recorded net of Goods and Service Tax (GST) whereas prior to 1st July 2017, sales were recorded gross of excise duty which formed part of expenses. Hence, revenue from operations for the three months and year ended 31st March 2018 are not comparable with the corresponding figures of previous year.
14	Previous year figures have been regrouped / recasted, wherever necessary.
15	The Shareholders of the Company at the Annual General Meeting held on 17th September, 2012 approved variation in utilization of follow on public offer proceeds, so that Company can also utilize the proceeds for manufacturing of SAW and ERW pipes at Chennai or at such other location as may be decided by Board. Out of Rs. 13500 lacs, Rs. 8036 lacs will be utilized from the unutilized proceeds of public issue and balance Rs. 5464 lacs will be from unutilized proceeds of GDR issue. The details of utilization of proceeds of Rs. 135 crores is given hereunder:

Particulars	Projected Amount	Amount to be Spent
Land and Building	1000	1000
Plant and Machinery (Imported & Indigenous)	8532	8321
Miscellaneous Fixed assets	3696	3696
Contingency	272	272
Balance amount to be spent	13500	13269

Date : 29th May, 2018  
Place: Mumbai



For and on behalf of the Board of Directors

RAM SAHAY JAGETIYA  
Whole Time Director  
DIN:02719230

DURGESH JADHAV  
Director  
DIN:08000007

## ZENITH BIRLA (INDIA) LIMITED

CIN : L29220MH1960PLCO11773

Regd. Office : 5th Floor Industry House, 159, Churchgate Reclamation, Mumbai-400 020.

Tel : +91 022 66168400, Fax : +91 022 22047835, E-mail : zenith@zenithsteelpipes.com, Web : www.zenithsteelpipes.com

## EXTRACT OF THE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2018

(Rs. in Lakhs, except per share data)

Sr. No.	Particulars	Quarter Ended(Standalone)			Year Ended (Standalone)		Year Ended (Consolidated)	
		31/03/2018	31/12/2017	31/03/2017	31/03/2018	31/03/2017	31/03/2018	31/03/2017
		Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
1	Total Income from operations	4739	2756	2645	14509	9144	18641	15643
2	Net Profit / (Loss) for the period (before tax, exceptional and/or extraordinary items)	(3137)	(174)	(1834)	(4051)	(3404)	(3903)	(3302)
3	Net Profit / (Loss) for the period before tax (after exceptional and/or extraordinary items)	(3181)	(176)	(1846)	(4111)	(3416)	(3963)	(3314)
4	Net Profit / (Loss) for the period after tax (after exceptional and/or extraordinary items)	(3181)	(176)	(1846)	(4111)	(3416)	(3963)	(3314)
5	Total Comprehensive Income for the period (Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax))	(3278)	(398)	(1816)	(4014)	(3386)	(4035)	(3307)
6	Equity Share Capital	13128	13128	13128	13128	13128	13128	13128
7	Reserves (excluding revaluation reserve) as shown in the Audited Balance Sheet of the previous year				(25017)	(21003)	(25978)	(21943)
8	Earnings Per Share (before extraordinary items) (Face value of Rs. 10/- each)							
	Basic	(2.39)	(0.13)	(1.40)	(3.09)	(2.59)	(2.97)	(2.52)
	Diluted	(2.39)	(0.13)	(1.40)	(3.09)	(2.59)	(2.97)	(2.52)
9	Earnings Per Share (after extraordinary items) (Face value of Rs. 10/- each)							
	Basic	(2.42)	(0.13)	(1.41)	(3.13)	(2.60)	(3.02)	(2.52)
	Diluted	(2.42)	(0.13)	(1.41)	(3.13)	(2.60)	(3.02)	(2.52)

## Notes:

- The above is an extract of the detailed format for Quarterly & Yearly Financial Results filed with the Stock Exchange under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the financial results for the quarter and year ended 31st March, 2018 are available on the Stock Exchange website (www.bseindia.com) and on Company's website (www.zenithsteelpipes.com).
- The Company has adopted Ind-AS from 1st April, 2017. The Company has availed optional exemption of using the previous GAAP carrying value in respect of its property, plant and equipment as deemed cost.
- Effective from 1st July 2017, sales are recorded net of Goods and Service Tax (GST) whereas prior to 1st July 2017, sales were recorded gross of excise duty which formed part of expenses. Hence, revenue from operations for the three months and year ended 31st March 2018 are not comparable with the corresponding figures of previous year.
- In accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015, the Statutory Auditors have performed an audit of the standalone and consolidated financial results of the Company for year ended 31st March 2018. and issued the modified report thereon

Date: 29th May, 2018  
Place: Mumbai



For and on behalf of the Board of Directors

RAM SAHAY JAGETIYA  
Whole Time Director  
DIN:02719230

DURGESH JADHAV  
Director  
DIN:08000007



**ZENITH BIRLA (INDIA) LIMITED**  
Balance sheet as at 31st March, 2018

(Rs. in Lakhs)

Sr.No.	Particulars	STANDALONE			CONSOLIDATED		
		As at 31st March 2018	As at 31st March 2017	As at 1st April 2016	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
I	<b>ASSETS</b>						
	<b>NON-CURRENT ASSETS</b>						
(a)	Property, plant and equipment	8026	9191	9714	8026	9191	9714
(b)	Capital work-in-progress	1278	1271	1326	1278	1271	1326
(c)	Intangible assets	6	7	0	6	7	0
(d)	Intangible assets under development						
(e)	Financial assets						
	(i) Investments	261	261	261	1	1	1
	(ii) Loans	167	254	565	167	254	565
(f)	Other non-current assets	230	229	215	230	229	215
	<b>Total Non - Current Assets</b>	<b>9968</b>	<b>11213</b>	<b>12081</b>	<b>9708</b>	<b>10953</b>	<b>11821</b>
	<b>CURRENT ASSETS</b>						
(a)	Inventories	327	1294	1879	396	1294	1879
(b)	Financial assets						
	(i) Trade receivables	3091	2965	1458	11601	12617	10907
	(ii) Cash and cash equivalents	251	331	415	431	277	523
	(iii) Bank balances other than (ii) above						
	(iv) Loans	18113	17324	18048	7001	7237	7744
	(v) Other Financial Assets	0					
(c)	Other current assets	2095	1130	1018	5295	2725	2893
(d)	Current tax assets	195	195	195	195	195	195
	<b>Total - Current Assets</b>	<b>24072</b>	<b>23239</b>	<b>23013</b>	<b>24919</b>	<b>24345</b>	<b>24141</b>
	<b>Total Assets</b>	<b>34040</b>	<b>34452</b>	<b>35094</b>	<b>34627</b>	<b>35298</b>	<b>35962</b>
II	<b>EQUITY AND LIABILITIES</b>						
	<b>EQUITY</b>						
(a)	Equity share capital	13128	13128	13128	13128	13128	13128
(b)	Other equity	(25017)	(21003)	(17583)	(25978)	(21943)	(18596)
	<b>Total - Equity</b>	<b>(11889)</b>	<b>(7875)</b>	<b>(4455)</b>	<b>(12850)</b>	<b>(8815)</b>	<b>(5468)</b>
	<b>LIABILITIES</b>						
A	<b>Non-Current Liabilities</b>						
(a)	Financial liabilities						
	(i) Borrowings	2278	2046	2066	2278	2046	2066
(b)	Provisions	639	601	617	639	601	617
(c)	Deferred tax liabilities (Net)	505	505	505	505	505	505
	<b>Total Non - Current Liabilities</b>	<b>3422</b>	<b>3152</b>	<b>3188</b>	<b>3422</b>	<b>3152</b>	<b>3188</b>
B	<b>Current Liabilities</b>						
(a)	Financial liabilities						
	(i) Borrowings	24507	24815	24875	25051	25356	25430
	(ii) Trade payables	7523	5738	3161	7851	6185	4144
	(iii) Other financial liabilities	4983	4903	4592	4983	4903	4592
(b)	Other current liabilities	4378	2798	2843	5054	3596	3186
(c)	Provisions	465	313	324	465	313	324
(d)	Current tax liabilities (Net)	651	608	566	651	608	566
	<b>Total - Current Liabilities</b>	<b>42507</b>	<b>39175</b>	<b>36361</b>	<b>44055</b>	<b>40961</b>	<b>38242</b>
	<b>Total Equity and Liabilities</b>	<b>34040</b>	<b>34452</b>	<b>35094</b>	<b>34627</b>	<b>35298</b>	<b>35962</b>

**Note:**  
Corresponding previous year figures have been regrouped/recast and reclassified wherever necessary to make them comparable.

Date: 29th May, 2018  
Place: Mumbai

For and on behalf of the Board of Directors

RAM SAHAY JAGETIYA  
Whole Time Director  
DIN:02719230

DURGESH JADHAV  
Director  
DIN:08000007





INDEPENDENT AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF  
ZENITH BIRLA (INDIA) LIMITED

1. We have audited the accompanying Statement of Standalone Financial Results of **ZENITH BIRLA (INDIA) LIMITED** ("the Company") for the year ended 31<sup>st</sup> March, 2018 ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related standalone Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder ('Ind AS') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements.
3. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

4. **Basis for Qualified Opinion**

1. With reference to Note No. 4 regarding the non provision by the Company of the interest amounting to Rs. 38.36 crores for the year and Rs. 174.88 crores upto 31-03-2018 on its working capital and Term Loan facilities from banks. Had this amount been provided for, the loss would have been higher by Rs. 38.36 crores and the secured loans would have been cumulatively higher by Rs. 174.88 crores.



**THAKUR, VAIDYANATH AIYAR & CO.**  
**CHARTERED ACCOUNTANTS**

2. The Company has not complied with the provisions of the section 74 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014 with regard to non repayment of deposits and interest on due date, maintenance of liquid assets to the extent required as well as not fully complying with the orders passed by the Company Law Board.

3. With reference to Note No. 8 regarding the balance of Sundry Creditors, Debtors, Loans and Advances, Deposits, Current Liabilities , inter units etc being not confirmed by the parties/units and hence our inability to state whether these balance are recoverable/payable to the extent stated.

4. With reference to Note No. 9 which indicates that the Company has accumulated losses exceeding the Share Capital and Reserves and its net worth has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However the financial statements of the Company have been prepared on a going concern basis for the reasons stated in the said note.

**5. Qualified Opinion**

In our opinion and to the best of our information and according to the explanations given to us, subject to the effect of the matters described in the Basis for Qualified Opinion paragraph above, the statement:

(i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulation, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, and

(ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, of the net Loss and Total comprehensive income and other financial information of the company for the year ended March 31, 2018.

6. The Statement includes the results for the Quarter ended March 31, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**For, THAKUR, VAIDYANATH AIYAR & CO.**  
**CHARTERED ACCOUNTANTS**  
**Firm's Registration Number: 000038N**



**C.V.PARAMESWAR**  
**Partner**  
**Membership. No.:11541**

**Place: Mumbai**  
**Date: 29<sup>th</sup> May 2018**



**INDEPENDENT AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF  
ZENITH BIRLA (INDIA) LIMITED**

1. We have audited the accompanying Statement of Consolidated Financial Results of **ZENITH BIRLA (INDIA) LIMITED** ("the Company") for the year ended 31<sup>st</sup> March, 2018 ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related standalone Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder ('Ind AS') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements.
3. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

**4. Basis for Qualified Opinion**

1. With reference to Note No. 4 regarding the non provision by the Company of the interest amounting to Rs. 38.36 crores for the year and Rs. 174.88 crores upto 31-03-2018 on its working capital and Term Loan facilities from banks. Had this amount been provided for, the loss would have been higher by Rs. 38.36 crores and the secured loans would have been cumulatively higher by Rs. 174.88 crores.



**THAKUR VAIDYANATH AIYAR & CO.  
CHARTERED ACCOUNTANTS**

2. With reference to Note No. 8 regarding the balance of Sundry Creditors, Debtors, Loans and Advances, Deposits, Current Liabilities, inter units etc being not confirmed by the parties/units and hence our inability to state whether these balance are recoverable/payable to the extent stated.

3. With reference to Note No. 9 which indicates that the Company has accumulated losses exceeding the Share Capital and Reserves and its net worth has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However the financial statements of the Company have been prepared on a going concern basis for the reasons stated in the said note.

**5. Qualified Opinion**

In our opinion and to the best of our information and according to the explanations given to us, subject to the effect of the matters described in the Basis for Qualified Opinion paragraph above, the statement:

(i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulation, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, and

(ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, of the net Loss and Total comprehensive income and other financial information of the company for the year ended March 31, 2018.

6. The Statement includes the results for the Quarter ended March 31, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**For, THAKUR, VAIDYANATH AIYAR & CO.  
CHARTERED ACCOUNTANTS  
Firm's Registration Number: 000038N**

**Place: Mumbai  
Date: 29<sup>th</sup> May 2018**

**C.V.PARAMESWAR  
Partner  
Membership. No.:11541**







THE YASH BIRLA GROUP

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, 2018 [ See regulation 33 of the SEBI(LODR)(Amendment) Regulations,2016]				
	SR. No.	Particulars	Audited Figures Rs in lacs (as reported before adjusting for qualifications)	Adjusted Figures Rs in lacs (audited figures after adjusting for qualifications)
I	1.	Turnover/ Total Income	14510	14510
	2.	Total Expenditure	18621	18659
	3.	Net Profit/(Loss)	(4111)	(4149)
	4.	Earnings Per Share (Rupees)	(3.13)	(3.16)
	5.	Total Assets	34041	34041
	6.	Total Liabilities	45930	63418
	7.	Net Worth	(11889)	(29377)
	8.	Any other financial item(s)( as felt appropriate by the management)	-	-
II Audit Qualification( each audit qualification Separately):				
a. Details of Audit Qualification:				
1. With reference to Note No. 4 regarding the non provision by the Company of the interest amounting to Rs. 38.36 crores for the year and Rs. 174.88 crores upto 31-03-2018 on its working capital and Term Loan facilities from banks. Had this amount been provided for, the loss would have been higher by Rs. 38.36 crores and the secured loans would have been cumulatively higher by Rs. 174.88 crores.				
2. The Company has not complied with the provisions of the section 74 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014 with regard to non repayment of deposits and interest on due date, maintenance of liquid assets to the extent required as well as not fully complying with the orders passed by the Company Law Board.				
3. With reference to Note No. 8 regarding the balance of Sundry Creditors, Debtors, Loans and Advances, Deposits, Current Liabilities , inter units etc being not confirmed by the parties/units and hence our inability to state whether these balance are recoverable/payable to the extent stated.				



**ZENITH BIRLA (INDIA) LIMITED**



4. With reference to Note No. 9 which indicates that the Company has accumulated losses exceeding the Share Capital and Reserves and its net worth has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However the financial statements of the Company have been prepared on a going concern basis for the reasons stated in the said note.

**b. Type of Audit Qualification:** ~~Qualified/Disclaimer of Opinion/Adverse Opinion~~

**c. Frequency of Qualification**

Qualification no. 1 to 4 is repetitive.

**d. For Audit Qualification(s) where the impact is quantified by the auditor, Management views:**

The Company is trying for One Time Settlement (OTS) with the banks. Hence, it is felt prudent for not providing for interest after the accounts became NPA.

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

**(i) Management's estimation on the impact of audit qualification:**

**(ii) If management is unable to estimate the impact, reasons for the same:**

**For qualification on balances of sundry creditors, debtors, etc:**

Reconciliation of balances of sundry creditors, debtors and other parties are an ongoing basis and the figures would be ascertained only when the reconciliation is finalised. Hence at this stage, impact of the same is not ascertainable.

**For qualification on non compliance of section 74(2) of the Companies Act, 2013:**

The company has taken on priority to clear the dues of deposit holders who are incapacitated and to comply with the orders of existing authorities. For the rest the company has already started the process of settling their dues through sale proceeds of the assets sold by MPID court of the other Company who has given NOC for using the amount towards repayment of the Fixed Deposits of the Zenith Birla (India) Limited and will complete it before the end of Financial Year 2018-19

**For qualification on accounting ongoing concern basis:**

On account of strategic understanding with suppliers/ customers, which is continuing, the Company is on revival mode and is operating some of its units. In view of the same going concern concept holds good.

**(iii) Auditors' Comments on (I) or (II) above**

No further comments.



**ZENITH BIRLA (INDIA) LIMITED**



THE YASH BIRLA GROUP

III Signatories:

- Whole time Director

: (Mr. Ram Sahay Jagetiya)



- Chief Financial officer

: (Mr. B. Girvanesh)



- Audit Committee Chairman

: (Mrs. Pratiksha Sonawane)



- Statutory Auditor  
( M/s Thakur, Vaidyanath Aiyar  
& Co. Chartered Accountants,  
Mumbai)

: (C. V. Parameswar)  
Partner



Place: Mumbai

Date: 29.05.2018

**ZENITH BIRLA (INDIA) LIMITED**



THE YASH BIRLA GROUP

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, 2018 [ See regulation 33 of the SEBI(LODR)(Amendment) Regulations,2016]				
	SR. No.	Particulars	Audited Figures Rs in Lacs (as reported before adjusting for qualifications)	Adjusted Figures Rs in lacs (audited figures after adjusting for qualifications)
I	1.	Turnover/ Total Income	18641	18641
	2.	Total Expenditure	22604	22642
	3.	Net Profit/(Loss)	(3963)	(4001)
	4.	Earnings Per Share	(3.02)	(3.05)
	5.	Total Assets	34627	34627
	6.	Total Liabilities	47478	64966
	7.	Net Worth	(12851)	(30339)
	8.	Any other financial item(s)( as felt appropriate by the management)	-	-
II Audit Qualification( each audit qualification Separately):				
a. Details of Audit Qualification:				
1. With reference to Note No. 4 regarding the non provision by the Company of the interest amounting to Rs. 38.36 crores for the year and Rs. 174.88 crores upto 31-03-2018 on its working capital and Term Loan facilities from banks. Had this amount been provided for, the loss would have been higher by Rs. 38.36 crores and the secured loans would have been cumulatively higher by Rs. 174.88 crores.				
2. With reference to Note No. 8 regarding the balance of Sundry Creditors, Debtors, Loans and Advances, Deposits, Current Liabilities , inter units etc being not confirmed by the parties/units and hence our inability to state whether these balance are recoverable/payable to the extent stated.				
3. With reference to Note No. 9 which indicates that the Company has accumulated losses exceeding the Share Capital and Reserves and its net worth has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However the financial statements of the Company have been prepared on a going concern basis for the reasons stated in the said note.				



**ZENITH BIRLA (INDIA) LIMITED**



**b. Type of Audit Qualification:** ~~Qualified/Disclaimer of Opinion/Adverse Opinion~~

**c. Frequency of Qualification**

Qualification no. 1 to 3 is repetitive.

**d. For Audit Qualification(s) where the impact is quantified by the auditor, Management views:**

The Company is trying for One Time Settlement (OTS) with the banks. Hence, it is felt prudent for not providing for interest after the accounts became NPA.

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

**(i) Management's estimation on the impact of audit qualification:**

**(ii) If management is unable to estimate the impact, reasons for the same:**

**For qualification on balances of sundry creditors, debtors, etc:**

Reconciliation of balances of sundry creditors, debtors and other parties are an ongoing basis and the figures would be ascertained only when the reconciliation is finalised. Hence at this stage, impact of the same is not ascertainable.

**For qualification on accounting ongoing concern basis:**

On account of strategic understanding with suppliers/ customers, which is continuing, the Company is on revival mode and is operating some of its units. In view of the same going concern concept holds good.

**(iii) Auditors' Comments on (I) or (II) above**

No further comments.



## ZENITH BIRLA (INDIA) LIMITED





THE YASH BIRLA GROUP

III Signatories:

- Whole time Director

: (Mr. Ram Sahay Jagetiya)



- Chief Financial officer

: (Mr. B. Girvanesh)



- Audit Committee Chairman

: (Mrs. Pratiksha Sonawane)



- Statutory Auditor  
( M/s Thakur, Vaidyanath  
Aiyar & Co. Chartered  
Accountants, Mumbai)

: (C. V. Parameswar)  
Partner



Place: Mumbai

Date: 29.05.2018

## ZENITH BIRLA (INDIA) LIMITED

Corp. Off. : Dalamal House, 1st Floor, 206, J.B. Marg, Nariman Point, Mumbai - 400 021. India. Tel.: +91 22 6616 8400 Fax: +91 22 2204 7835

Email: [zenith@zenithsteelpipes.com](mailto:zenith@zenithsteelpipes.com), [www.yashbirlagroup.com](http://www.yashbirlagroup.com)

CIN: L29220MH1960PLCO11773

Registered Office: Industry House, 5th Floor, 159, Churchgate Reclamation, Mumbai 400 020.