

# SEL MANUFACTURING COMPANY LIMITED

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CIN: L51909PB2000PLC023679

SEL

SEL/BSE/2017-18

Dtd.: 29.01.2018

The Manager  
Bombay Stock Exchange Limited  
Floor 25, PJ Towers,  
Dalal Street,  
MUMBAI  
400 001

Dear Sir/Madam

**Sub: UN-AUDITED QUARTERLY AND NINE MONTHS FINANCIAL RESULTS:**  
**Scrip Code: 532886 Scrip ID: SELMCL ISIN No: INE105I01012**

Further to our earlier letter dated 20.01.2018, we are pleased to enclose herewith a copy of Companies un-audited financial results (i.e. standalone and consolidated) for the quarter and nine months period ended 31.12.2017. These results have been considered and taken on record by the Board of Directors of the Company in its meeting held today i.e. 29.01.2018. The said meeting commenced at 04.30 p.m. and concluded at 06.35 p.m..

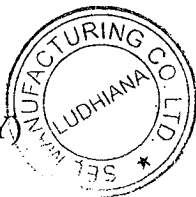
Hope you will find these in order.

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,  
For SEL Manufacturing Company Limited

  
RAHUL KAPOOR  
(COMPANY SECRETARY)



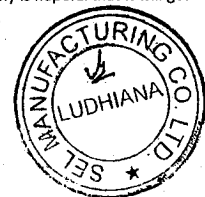
Encl.: As above

Statement of Standalone Unaudited Financial Results for the Quarter & Nine Months Ended December 31, 2017

							(Rs. in Lakhs)
Sr. No.	Particulars	Unaudited Quarter Ended 31/12/2017	Unaudited Quarter Ended 30/09/2017	Unaudited Quarter Ended 31/12/2016	Unaudited Year to date 31/12/2017	Unaudited Year to date 31/12/2016	Audited Year to date 31/03/2017
1	Income from operations						
	a) Revenue from operations	15,901.91	24,093.64	36,001.14	81,280.20	118,833.62	171,061.80
	b) Other income	(538.71)	1,744.36	2,658.80	3,028.77	7,821.45	9,201.25
	<b>Total income from operations</b>	<b>15,363.20</b>	<b>25,838.00</b>	<b>38,659.94</b>	<b>84,308.97</b>	<b>126,655.07</b>	<b>180,263.05</b>
2	Expenses						
	a) Cost of material consumed	22,949.46	15,006.27	28,163.21	65,342.86	84,260.91	131,514.42
	b) Purchase of stock-in-trade	0.00	17.89	-	17.89	0.16	3,354.20
	c) Changes in inventories of finished goods, work in progress and stock in trade	12,667.69	5,856.31	5,413.85	54,269.87	26,063.31	40,939.36
	d) Employee benefits expenses	2,189.97	2,507.61	2,565.70	7,479.78	7,845.44	10,746.20
	e) Finance Cost	7,164.42	1,519.02	1,169.49	10,054.70	21,130.21	12,256.12
	f) Depreciation and amortisation expenses	2,802.81	2,807.84	2,898.67	8,416.08	8,639.72	11,408.91
	g) Other expenses	5,250.57	5,084.83	6,309.28	18,304.06	21,418.59	32,931.44
	<b>Total expenses</b>	<b>53,024.92</b>	<b>32,799.77</b>	<b>46,520.20</b>	<b>163,885.24</b>	<b>169,358.34</b>	<b>243,050.65</b>
3	<b>Profit/(+)/(Loss)(-) from operations before exceptional items (1-2)</b>	<b>(37,661.72)</b>	<b>(6,961.77)</b>	<b>(7,860.26)</b>	<b>(79,576.27)</b>	<b>(42,703.27)</b>	<b>(62,787.60)</b>
4	Exceptional Items	(4,738.74)	54,689.51	(15,204.20)	49,973.21	3,017.50	22,650.68
5	<b>Profit (+)/(Loss) (-) before tax (3+4)</b>	<b>(32,922.98)</b>	<b>(61,651.28)</b>	<b>7,343.94</b>	<b>(129,549.48)</b>	<b>(45,720.77)</b>	<b>(85,438.28)</b>
6	Tax Expense	(10,806.87)	(19,926.00)	5,337.42	(44,803.33)	3,624.41	(29,682.89)
7	<b>Net Profit (+)/(Loss) (-) for the period from Continuing Operations tax (5-6)</b>	<b>(22,316.11)</b>	<b>(41,725.28)</b>	<b>2,006.52</b>	<b>(84,746.15)</b>	<b>(49,345.18)</b>	<b>(55,755.39)</b>
8	Net Profit (+)/(Loss) (-) from Discontinuing Operations	-	-	-	-	-	-
9	Tax Expense of Discontinuing Operations	-	-	-	-	-	-
10	<b>Net Profit (+)/(Loss) (-) from Discontinuing Operations after Tax (8-9)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
11	<b>Net Profit (+)/(Loss) (-) for the period (7+10)</b>	<b>(22,316.11)</b>	<b>(41,725.28)</b>	<b>2,006.52</b>	<b>(84,746.15)</b>	<b>(49,345.18)</b>	<b>(55,755.39)</b>
12	Other Comprehensive Income						
	a (i) Items that will not be reclassified to Profit or Loss	1.88	8.42	11.61	20.69	21.34	32.80
	(ii) Income Tax relating to Items that will not be reclassified to Profit or Loss	-	-	-	-	-	-
	b (i) Items that will be reclassified to Profit or Loss	8.76	4.69	-	15.42	-	(10.57)
	(ii) Income Tax relating to Items that will be reclassified to Profit or Loss	-	-	-	-	-	-
13	<b>Total Comprehensive Income/(Loss) for the Period (11+12)</b>	<b>(22,305.47)</b>	<b>(41,712.17)</b>	<b>2,018.13</b>	<b>(84,710.04)</b>	<b>(49,323.84)</b>	<b>(55,733.16)</b>
14	Paid-up equity share capital of Rs. 10/- each	33,134.70	33,134.70	33,134.70	33,134.70	33,134.70	33,134.70
15	Other Equity						(16,735.10)
16	i. Earning per share (EPS) (for Continuing Operations)						
	(in Rs.) (not annualised)						
	a) Basic	B- (6.74)	B- (12.59)	B- 0.61	B- (25.58)	B- (14.89)	B- (16.83)
	b) Diluted	D- (6.74)	D- (12.59)	D- 0.61	D- (25.58)	D- (14.89)	D- (16.83)
	ii. Earning per share (EPS) (for Discontinued Operations)						
	(in Rs.) (not annualised)						
	a) Basic	-	-	-	-	-	-
	b) Diluted	-	-	-	-	-	-
	iii. Earning per Share (EPS) (for Discontinued & Continuing Operations)						
	(in Rs.) (not annualised)						
	a) Basic	B- (6.74)	B- (12.59)	B- 0.61	B- (25.58)	B- (14.89)	B- (16.83)
	b) Diluted	D- (6.74)	D- (12.59)	D- 0.61	D- (25.58)	D- (14.89)	D- (16.83)

**Notes:**

- The above results are reviewed by the Audit Committee and taken on record at the meeting of the Board of Directors on January 29, 2018. The Statutory Auditor of the Company have carried out Limited Review of the results for the quarter & nine months ended 31st December 2017.
- The Company had opted for CDR of its Debt in November, 2013. The CDR package was approved by the competent authority in June, 2014 and implemented by lenders in September, 2014. The credit facilities envisaged & sanctioned under CDR package were not fully released by the lenders which resulted in sub-optimum utilization of manufacturing facilities and the company could not complete one of its spinning project where substantial amount was already incurred. All this has led to adverse financial performance and erosion in net worth of the Company. Also the company is facing cash flow mismatch and is not servicing debt obligations as per the terms of CDR package sanctioned earlier. Due to non-disbursement of envisaged & sanctioned credit facilities the Company has suffered huge operational losses as well as loss of Central & State Government subsidies. The Company has claims against the banks on account of loss of EBDITA (from 1st April, 2014 to 31st March, 2017), loss of Subsidy under TUFs and loss of Subsidy under Textile Policy of Government of Madhya Pradesh aggregating to Rs. 2245.49 crores. The losses in EBDITA are continuing in current year as well and the claims against the banks on account of loss of EBDITA would also increase accordingly. However, despite all this, the manufacturing capacities are operational and running. The Company has not defaulted in any of its statutory dues and has been able to retain all its management functionaries. Keeping in view the above, the financial statements of the company are prepared on going concern basis and the company considers that sufficient taxable income will be available in the specified period against which deferred tax asset Rs. 98297.19 lakhs and MAT credit Rs. 5553.60 lakhs would be adjusted.
- Exceptional items consists of provision for diminution in value of investment in subsidiary.
- The Company has only one Reportable Segment i.e. Textiles, hence Segment Reporting is not applicable.
- The majority of lenders have stopped charging interest on debts, since the dues from the Company have been categorized as Non Performing Asset. The Company is in active discussion/negotiation with its lenders to restructure its debts at a sustainable level including waiver of unpaid interest. In view of the above, pending finalization of their restructuring plan, the Company has not provided interest amounting to Rs. 31343.32 lakhs on majority of NPA classified accounts for the quarter and nine months in its books of account. Due to this the interest expense, net loss and financial liabilities for the quarter & nine months ended December 31, 2017 are reduced by Rs. 31343.32 lakhs and correspondingly the equity is increased by the same amount.
- In pursuance of the assessment of the search conducted u/s 132(1) of the Income Act, 1961 completed on 30.01.17, the Department had raised demands aggregating to Rs. 28344.39 lakhs (which includes interest upto 30.01.17 and are further subject to penalty proceedings) by making some frivolous additions to the total income of the Company. The Company had filed the appeals against these additions before appropriate authorities and the Company is hopeful that it will get relief in appeal. Considering the facts of the matters, no provision is considered necessary by management with no additional tax liability.



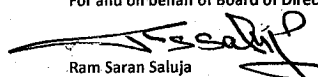
7 During the quarter the Company has made a provision for trade receivables aggregating to Rs. 49909.62 lakhs in compliance of Ind AS 109 which is charged to Profit & Loss Statement as an exceptional item. Though the company strongly believes that these trade receivables are fully recoverable.

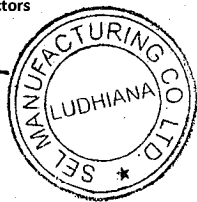
8 Regarding compliance of the provision of Ind AS 109 w.r.t. accounting of corporate guarantee for Rs. 201384 lakhs given to the lenders of one of the subsidiary, as the same is not presently ascertainable.

9 Finance cost for December 2017 quarter includes interest amounting Rs. 1667 Lakhs relating to previous quarters ended June 30, 2017 and September 30, 2017.

10 Figures relating to the previous period have been regrouped/rearranged, wherever necessary to make them comparable with those of the current period.

For and on behalf of Board of Directors

  
Ram Saran Saluja  
Chairman



Place: Ludhiana  
Date: 29.01.2018

Statement of Consolidated Unaudited Financial Results for the Quarter & Nine Months Ended December 31, 2017

Sr. No.	Particulars						(Rs. in Lakhs)
		Unaudited Quarter Ended 31/12/2017	Unaudited Quarter Ended 30/09/2017	Unaudited Quarter Ended 31/12/2016	Unaudited Year to date 31/12/2017	Unaudited Year to date 31/12/2016	Audited Year to date 31/03/2017
1	Income from operations						
	a) Revenue from operations	23,701.13	30,840.89	43,466.98	105,337.51	146,650.43	208,186.16
	b) Other income	(825.15)	2,236.10	3,620.03	3,616.56	9,241.99	10,136.93
	<b>Total income from operations</b>	<b>22,875.98</b>	<b>33,076.99</b>	<b>47,087.01</b>	<b>108,954.07</b>	<b>155,892.42</b>	<b>218,323.09</b>
2	Expenses						
	a) Cost of material consumed	22,798.76	20,785.79	33,005.22	77,803.58	106,492.50	163,492.80
	b) Purchase of stock-in-trade	527.40	17.89	-	545.29	179.36	3,361.44
	c) Changes in inventories of finished goods, work in progress and stock in trade	20,776.32	5,857.78	7,282.95	63,824.67	33,837.02	53,574.03
	d) Employee benefits expenses	2,830.19	3,076.14	3,143.54	9,316.23	9,596.88	13,075.10
	e) Finance Cost	10,587.42	2,233.96	1,583.49	14,810.86	29,617.11	14,683.71
	f) Depreciation and amortisation expenses	3,903.31	4,232.90	9,069.95	11,719.47	11,739.16	15,783.42
	g) Other expenses	7,448.23	6,521.83	8,009.06	23,360.89	26,338.40	40,858.61
	<b>Total expenses</b>	<b>68,871.63</b>	<b>42,726.29</b>	<b>62,094.21</b>	<b>201,380.99</b>	<b>217,800.43</b>	<b>304,829.11</b>
3	<b>Profit(+)/(Loss)(-) from operations before exceptional items (1-2)</b>	<b>(45,995.65)</b>	<b>(9,649.30)</b>	<b>(15,007.20)</b>	<b>(92,426.92)</b>	<b>(61,908.01)</b>	<b>(86,506.02)</b>
4	Exceptional Items	(8,162.00)	64,394.51	(21,402.53)	56,232.51	(16,168.53)	-
5	<b>Profit (+)/ (Loss) (-) before tax (3+4)</b>	<b>(37,833.65)</b>	<b>(74,043.81)</b>	<b>6,395.33</b>	<b>(148,659.43)</b>	<b>(45,739.48)</b>	<b>(86,506.02)</b>
6	Tax Expense	(12,327.52)	(22,842.43)	6,971.46	(50,044.19)	(8,086.47)	(29,223.16)
7	<b>Net Profit (+)/ (Loss) (-) for the period from Continuing Operations tax (5-6)</b>	<b>(25,506.13)</b>	<b>(51,201.38)</b>	<b>(576.13)</b>	<b>(98,615.24)</b>	<b>(37,653.01)</b>	<b>(57,282.86)</b>
8	Net Profit (+)/ (Loss) (-) from Discontinuing Operations	-	-	-	-	-	-
9	Tax Expense of Discontinuing Operations	-	-	-	-	-	-
10	<b>Net Profit (+)/ (Loss) (-) from Discontinuing Operations after Tax (8-9)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
11	<b>Net Profit (+)/ (Loss) (-) for the period (7+10)</b>	<b>(25,506.13)</b>	<b>(51,201.38)</b>	<b>(576.13)</b>	<b>(98,615.24)</b>	<b>(37,653.01)</b>	<b>(57,282.86)</b>
12	<b>Profit/(Loss) attributable to</b>						
	(1) Owners of the Company	(25,505.85)	(51,201.02)	(575.57)	(98,614.23)	(37,626.09)	(57,267.84)
	(2) Non-Controlling Interests	(0.28)	(0.36)	(0.56)	(1.01)	(26.92)	(15.02)

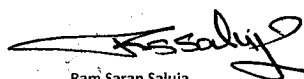
5 In pursuance of the assessment of the search conducted u/s 132(1) of the Income Act, 1961 completed on 30.01.17, the Department had raised demands aggregating to Rs. 28344.39 lakhs (which includes interest upto 30.01.17 and are further subject to penalty proceedings) by making some frivolous additions to the total income of the Company. The Company had filed the appeals against these additions before appropriate authorities and the Company is hopeful that it will get relief in appeal. Considering the facts of the matters, no provision is considered necessary by management with no additional tax liability.

6 During the quarter the company has made a provision for trade receivables aggregating to Rs. 56232.52 lakhs in compliance of Ind AS 109 which is charged to Profit & Loss Statement as an exceptional item. Further disclosure required as per Ind AS 24, the aforesaid provision includes provision against one of our subsidiary namely SEL Textiles Ltd. amounting to Rs. 12479.02 lakhs. Though the company strongly believes that these trade receivables are fully recoverable.

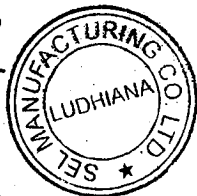
7 Finance cost for December 2017 quarter includes interest amounting Rs. 1667 Lakhs relating to previous quarters ended June 30, 2017 and September 30, 2017.

8 Figures relating to the previous period have been regrouped/rearranged, wherever necessary to make them comparable with those of the current period.

For and on behalf of Board of Directors



Ram Saran Saluja  
Chairman



Place: Ludhiana  
Date: 29.01.2018

**INDEPENDENT AUDITOR'S REVIEW REPORT**

To  
The Board of Directors,  
SEL Manufacturing Company Ltd.,

**Introduction**

We have reviewed the accompanying Statement of standalone unaudited financial results of SEL Manufacturing Company Limited (the company) for the quarter and nine months ended December 31, 2017 ("the Statement") prepared by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 read with SEBI Circular no. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these standalone financial results based on our review.

**Scope of Review**

We conducted our review in accordance Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by The Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free from material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

**Basis of Qualified Conclusion**

1. As mentioned in note no. 5 of the statement of standalone unaudited Financial results for the nine months ended 31st December, 2017 regarding non provision of interest amounting to Rs 31343.32 lakhs (Rs 9138.56 lakhs pertaining to quarter ended on 31st December, 2017) on NPA classified bank borrowings which is not in compliance with the requirements of para 27 of the Ind AS 1-Presentation of Financial Statements w.r.t. preparation of financial statements on accrual basis. Consequently, borrowings are not reflected at fair value in financial statements as required by Ind AS 109, Financial Instruments.
2. The company has not complied with the provision of Ind AS 109 w.r.t accounting of corporate guarantee for Rs 201384 lakhs given to lenders of one of its subsidiary.

We further report that, except for the effect, if any, of the matter stated in paragraph (2) above which are not ascertainable, had the impact of our observations made in para (1) above, the net loss and borrowings for the quarter and nine months ended December 31, 2017 would have been increased by Rs. 9138.56 lakhs and Rs 31343.32 lakhs respectively and the equity would have been reduced by the same amount.



### Qualified Conclusion

Based on our review conducted as above, nothing *except the above observations* has come to our attention that causes us to believe that the accompanying statement of standalone unaudited financial results read with notes thereon, prepared in accordance with Indian Accounting Standards as specified under section 133 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular no. CIR/CFD/FAC/62/2016 dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

### Emphasis of Matter

We draw attention to the following matters:

1. Note no. 2 of accompanying statement, stating thereto the matter of the Company incurring losses continuously and consequently the net worth being eroded completely, the current liabilities exceeding current assets and not servicing debt obligations as per the terms of CDR package sanctioned earlier. Consequent thereto State Bank of India, in its capacity as financial creditor had filed a petition under Insolvency and Bankruptcy Code, 2016 (IBC) with The Hon'ble National Company Law Tribunal, Chandigarh Bench (NCLT). Despite the abovesaid facts the company has presented these statements on going concern basis and has recognized deferred tax asset and MAT Credit considering virtual certainty that sufficient taxable income will be available during specified period against which such deferred tax asset/MAT Credit can be adjusted.
2. Note no. 6 of the statement of standalone unaudited financial results regarding tax demands raised by the income tax department against which the company has filed appeals before appropriate authorities and therefore no provision is made by the company for this liability.

Our conclusion is not modified in respect of the matters reported in para (1) and (2) of Emphasis of matters.

PLACE: LUDHIANA  
DATED: 29.01.2018

FOR MALHOTRA MANIK & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FIRM REG.NO. 015848N

*Manik Malhotra*

(CA.MANIK MALHOTRA)  
PROPRIETOR  
M.NO. 094604





**INDEPENDENT AUDITOR'S REVIEW REPORT**

To  
The Board of Directors,  
SEL Manufacturing Company Ltd.,

**Introduction**

We have reviewed the accompanying statement of consolidated unaudited financial results of SEL Manufacturing Company Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter and nine months ended December 31, 2017, ("the Statement") prepared by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 read with SEBI Circular no. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these consolidated financial results based on our review.

The Statement includes the financial results of following entities:

1. SEL Manufacturing Co. Ltd. (Holding Company)
2. SEL Textiles Limited (Subsidiary Company)
3. SEL Aviation Private Limited (Subsidiary Company)
4. SE Exports (Subsidiary Firm)

**Scope of Review**

We conducted our review in accordance Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion. We did not review the financial results of overseas branch of the holding company and its four subsidiaries.

**Basis of Qualified Conclusion**

1. As mentioned in note no. 3 of the statement of consolidated unaudited Financial results for the Quarter and Six months ended September 30, 2017 the holding company and one of its subsidiary namely SEL Textiles Limited have not provided for interest amounting to Rs. 43427.90 lakhs pertaining to nine months ended on 31st December, 2017 (Rs. 12570.40 lakhs pertaining to quarter ended December 31, 2017) on NPA classified bank borrowings which is not in compliance with the requirements of para 27 of the Ind AS 1-Presentation of Financial Statements w.r.t. preparation of financial statements on accrual basis. Consequently, borrowings are not reflected at fair value in financial statements as required by Ind AS 109, Financial Instruments. We further report that, had the impact of our observations made in para above been (1) considered, the net loss and borrowings for the quarter and nine months ended on 31st December, 2017 would have been increased by Rs. 12570.40 and Rs.43427.90 lakhs respectively and the equity would have been reduced by the same amount.





### Qualified Conclusion

Based on our review conducted as above, nothing *except the above observations* has come to our attention that causes us to believe that the accompanying statement of consolidated unaudited financial results read with notes thereon, prepared in accordance with Indian Accounting Standards as specified under section 133 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular no. CIR/CFD/FAC/62/2016 dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

### Emphasis of Matter

We draw attention to the following matters:

1. Note no. 2 of accompanying statement, stating thereto the matter of the holding company as well as one its subsidiary namely SEL Textiles Limited incurring losses continuously and consequently the net worth being eroded completely, the current liabilities exceeding current assets and not servicing debt obligations as per the terms of CDR package sanctioned earlier. Consequent thereto, State Bank of India, in its capacity as financial creditor had filed a petition under Insolvency and Bankruptcy Code, 2016 (IBC) against the holding company with The Hon'ble National Company Law Tribunal, Chandigarh Bench (NCLT). Despite the abovesaid facts the group has presented these statements on going concern basis and has recognized deferred tax asset and MAT Credit considering virtual certainty that sufficient taxable income will be available during specified period against which such deferred tax asset/MAT Credit can be adjusted.
2. Note no. 5 of the statement of consolidated unaudited financial results regarding tax demands raised by the income tax department against which the company has filed appeals before appropriate authorities and therefore no provision is made by the company for this liability.

Our conclusion is not modified in respect of the matters reported in para (1) and (2) of Emphasis of matters.

### Other Matters

We draw attention to the following matter:

1. We did not review the interim financial results of three subsidiaries included in the consolidated financial results whose interim financial results reflect total revenues of Rs. 7,913.36 lakhs and Rs. 26,570.93 lakhs for the quarter and nine months ended 31<sup>st</sup> December, 2017 respectively. The consolidated financial results also include the group's share of net loss of Rs. 7,228.32 lakhs and Rs. 17,935.72 lakhs for the quarter and nine month ended 31<sup>st</sup> December, 2017 respectively.

Our conclusion is not modified in respect of the matter reported in Other Matters.

PLACE: LUDHIANA  
DATED: 29.01.2018

FOR MALHOTRA MANIK & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FIRM REG.NO. 015848N

*Manik Malhotra*  
(CA. MANIK MALHOTRA)  
PROPRIETOR  
M.NO. 094604

