

INDEPENDENT AUDITOR'S REVIEW REPORT

To,
The Board of Directors
Shree Narmada Aluminium Industries Limited,

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Shree Narmada Aluminium Industries Limited (the 'Company') for the quarter ended March 31, 2018 (the 'Statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by the SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement being the responsibility of the Company's Management, has been approved by the Board of Directors and prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there-under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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 statements 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.
3. *We report that*
 - a. *the Company was a sick Company under Sick Industrial Companies Act, 1985 (with effect from 1st December 2016, Sick Industrial Companies Act, 1985 repeal by the Sick Industrial Companies (Special Provisions) Repeal Act, 2003). The order of the Honourable High Court of Gujarat dated May 16, 2008 for rehabilitation is under the process of implementation. Meanwhile, a secured creditor filed an application before Debt recovery Tribunal-III (DRT-III) and the secured creditor is now having the possession of property (Refer Note 2 of the Statement). The entire net worth of the Company is fully eroded. Despite the same, the Management is of the opinion that the Going Concern Assumption is sustainable and accordingly the accounts of the Company have been prepared on going concern basis. This is a repetitive qualification since many years.*
 - b. *The company has borrowed Rs. 625.91 lacs which exceeds paid-up capital and free reserves, without complying the requirement of section 180 and other provisions of the Companies Act, 2013.*

4. Based on our review conducted as stated above, except for the effects of the matter described in para above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Indian Accounting Standards and other accounting principles 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, as modified by the SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement



For K M SWADIA & CO
Chartered Accountants
FRN - 110740W

Rajput
CA R K Rajput
Partner
M. No. 125333

Place: Vadodara
Date: 29th May 2018

Narmada Aluminium Industries Limited
Registered Office: 95/1, Bharuch Palej Road, Bholav, Dist. Bharuch.Gujarat-392 001
Corporate Identity Number:L91110GJ1981PLC004269
Tel: +912642260624; E-mail: nalexbh@yahoo.co.in

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

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter ended			Year Ended	
		31.03.2018 Audited	31.12.2017 Un-audited	31.03.2017 Un-audited	31.03.2018 Audited	31.03.2017 Audited
I	Revenue from operations	-	-	1.31	-	-
II	Other Income	-	-	-	0.01	1.32
III	Total Income (I+II)	-	-	1.31	0.01	1.32
IV	Expenses					
	a) Cost of Materials Consumed	-	-	-	-	-
	b) Purchase of Stock -in-trade	-	-	-	-	-
	c) Change in inventories of finished goods, work-in-	-	-	-	-	-
	d) Employee Benefit Expenses	1.14	1.87	1.92	6.58	7.84
	e) Finance costs	-	-	-	-	-
	f) Depreciation and Amortisation Expenses	0.37	0.38	0.41	1.50	1.35
	g) Legal and Professional Fees	-	-	2.50	-	3.20
	h) Advertisement and Publicity	-	-	0.18	-	0.96
	i) Other Expenses	24.45	1.06	(0.82)	33.32	4.00
	Total Expenses (IV)	25.97	3.31	4.19	41.41	17.35
V	Profit/(Loss) before exceptional items and tax (III-IV)	(25.97)	(3.31)	(2.88)	(41.39)	(16.03)
VI	Exceptional Items	-	-	-	-	-
VII	Profit/(Loss) before Tax	(25.97)	(3.31)	(2.88)	(41.39)	(16.03)
VIII	Tax Expense					
	a) Current Tax					
	b) Deferred Tax (Credit)/Charge					
IX	Profit for the period	(25.97)	(3.31)	(2.88)	(41.39)	(16.03)
X	Other Comprehensive Income					
	Items that will not be reclassified to profit or loss					
	Remeasurement of the defined benefit plan	0.20	0.10	0.70	0.30	1.00
XI	Total Comprehensive Income (IX+X)	(25.77)	(3.21)	(2.18)	(41.10)	(15.03)
XII	Paid up Equity Share Capital (Face value Rs. 10/ per share)	52.96	52.96	52.96	52.96	52.96
XIII	Earnings Per Share					
	i) Basic & diluted EPS before Extraordinary items for the period (Not Annualised)	(4.98)	(0.63)	(0.42)	(7.95)	(3.08)
	ii) Basic & diluted EPS after Extraordinary items for the period (Not Annualised)	(4.98)	(0.63)	(0.42)	(7.95)	(3.08)

Notes:

- The above Financial Results, reviewed by the Audit Committee, have been approved by the Board of Directors at its meeting held on 29.5.2018. The statutory auditors have audited the results and have issued a qualified report.
- The Company is sick Company under Sick Industrial Companies Act, 1985. The company has received an order from Honourable High Court Gujarat dated 16.05.2008 which is under implementation. Meanwhile a secured creditor filed an application before Debt recovery Tribunal-III, Mumbai (DRT-III). On 05.01.2015 DRT-III, Mumbai passed an ex parte Order for secured creditor with Physical possession of Secured property i.e. factory at Bharuch including that from third party. The secured creditor who was acting in consonance with the understanding for over the period of eight months, suddenly initiated steps for taking Possession without awaiting for further order on 06.08.2015. DRT-II Mumbai has appointed court receiver for the same. The said property is still in the possession of the court receiver. The matter is still pending before DRT-III, Mumbai. The Company is continuously making reasonable efforts to take relief from said order. The management based on various legal opinions believe that going concern is sustainable. Hence the accounts have accordingly been prepared on a going concern basis. The Auditors of the Company have put a "Qualification" on the aforesaid matters in the Limited Review Report for the quarter and year ended 31st March 2018.
- No provision for income tax is made in lieu of losses and Deferred tax assets is not recognized in the absence of reasonable certainty to earn taxable income in future. Since the company is classified as sick company, provisions for MAT Under section 115JB of Income Tax Act, 1961 are not applicable.
- Beginning 1st April 2017, the company has for the first time adopted Indian Accounting Standard (Ind AS) with a transition date of 1st April 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with
- The Company is primarily engaged in the business of trading in aluminium and accordingly there are no separate reportable segments pursuant to IND AS-108.
- A reconciliation of financial results to those reported under previous Generally Accepted Accounting Principles (GAAP) is summarised as follows:

Particulars	Quarter ended		Year Ended	
	31.03.2017	31.03.2017	31.03.2017	31.03.2017
Profit/(loss) after tax as reported under the Previous IGA	(2.18)	(15.03)		
Net profit/(Net loss) after as per Ind AS				
Other Comprehensive Income	0.70	0.10		
Total Comprehensive Income as per IND AS	(1.48)	(14.93)		

- The formats for unaudited quarterly results is as prescribed under SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015, as modified to company with the requirements of SEBI's Circular dated July 5, 2016.



Handwritten signature and initials (MRP) in blue ink.