



TRANSACTION No - 24102016404940
Dated Oct 24, 2016

21st October, 2016

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400001.

Dear Sir,

Script No.: 519285

Sub: Submission of Statement on Impact of Audit Qualifications for Audit Report with modified opinion.- Financial Year 2014-15

This has reference to your email dtd 29th August, 2016 sent through intern.sanna@bseindia.com
With reference to the above, kindly find enclosed herewith Statement on Impact of Audit Qualifications for Audit Report with modified opinion. For Financial Year 2014-15 in Annexue-1.

Kindly acknowledge the receipt pf the same and oblige.

Thanking you,
Yours truly,
For TARA I FOODS LIMITED

G.S.SANDHU
COMPLIANCE OFFICER

Dealing Office :
#420, Ansal Tower,
38, Nehru Place,
New Delhi-110019
Tel.: 011-41018839
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Regd. Office :
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New Delhi-110001

Head Office and Plant :
Sandhu Farms
P.O. Box No. 18
Rudrapur-263 153
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CIN No. : L15142DL 1990 PLC 039291
Website : www.taraifoods.com

ANNEXURE I

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS (FOR AUDIT REPORT WITH MODIFIED OPINION)

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS FOR THE FINANCIAL YEAR ENDED 31.03.2015

(SEE Regulation 33/52 of the SEBI (LODR)(Amendment) Regulations, 2016) (Rs. In lacs)

Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (adjusted figures after adjusting for qualification)
1.	Turnover/ Total Income	211.14	No Change
2.	Total Expenditure	282.87	No change
3.	Net Profit/ (Loss)(Before extra-ordinary items)	-71.73	No change
	Net Profit (after Extra-ordinary items)	1012.33	No Change
4.	Earning Per share (Before extra-ordinary items)	-0.50	No change
	Earning Per share (After extra-ordinary items)	7.06	No change
5.	Total Assets	397.49	No change
6.	Total Liabilities	397.49	No change
7.	Net worth	-3123.83	No change
ii.	Audit Qualification (Each Audit Qualification separately):		
	1. Details of Audit Qualification: The cold store building had suffered damages due to earthquake in March, 1999.		
	a. Type of Audit Qualification: Qualified Opinion		
	c. Frequency of Audit Qualification: Appearing since 2000-01 for around 14 years <i>and</i>		
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NOT APPLICABLE		
	e. For Audit Qualification(s) where the impact is not quantified by the auditor, Management's Views:		
	(i) Management's estimation on the impact of audit qualification: Not Applicable		
	(ii) If management is unable to estimate the impact, reasons for the same: The company		

Pringle *L. J. Law*

has been repairing the plant on regular basis depending on the liquidity position as per the need of the hour. Extensive repairs are made to the plant and plant & machineries every year. The company has also filed a case with the High Court on Insurance Company towards this claim. However the estimate of the damage and repairs can not be done unless all the insulation from the walls, windows, floor etc is removed.

(iii) Auditors' Comments on (i) or (ii) above: We concur with the view of the management.

2.

a. Details of Audit Qualification:

Interest on Term Loan default has not been provided for.

b. Type of Audit Qualification:

Qualified Opinion

c. Frequency of Audit Qualification: Appearing since 2009-10 for last 5 years

d. For Audit Qualification(s) where the impact is quantified by the auditor,
Management's Views: NOT APPLICABLE

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

(i) Management's estimation on the impact of audit qualification: Not Applicable

(ii) If management is unable to estimate the impact, reasons for the same: : Interest on secured term loans (IDBI Bank and IFCI Ltd.) with the secured lenders have not been provided for in the books of accounts as the company had entered into negotiated settlement with the Secured Lenders - Financial Institutions in 2009-10. The company made a payment of Rs. 1 crore towards the said settlement in earlier years as part of the settlement but defaulted in the payment of further installments. Both of the secured lenders have revoked the negotiated settlement but the company has approached them again for resettlement of the matter and is hopeful of settlement in the near future. Current provision of Interest of Rs. 28.99 crs. due to the secured lenders along with Principal amount of Rs. 3.40 crs. as per Books of Accounts is more than the settlement amount discussed with these lenders and in view of this, there is no fresh provision of interest made for the year under review in the Books of Accounts.

(iii) Auditors' Comments on (i) or (ii) above: We concur with the view of the management.

3.

a. Details of Audit Qualification:

The net worth of the company is negative as at the Balance Sheet date. However accounts of the company have been prepared on going concern basis since the company is taking necessary steps for its revival. In case the company is unable to continue as going concern in future, the resultant adjustments, if any are presently not ascertainable.

b. Type of Audit Qualification:

Prakash K. Mishra

Emphasis of matter

C. Frequency of Audit Qualification : Appearing since 2009-10 for last 5 years

d. For Audit Qualification(s) where the impact is quantified by the auditor,
Management's Views: NOT APPLICABLE

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

(i) Management's estimation on the impact of audit qualification: Not Applicable

(ii) If management is unable to estimate the impact, reasons for the same: The company has approached the secured lenders for resettlement and payment of Rs. 2,05,70,000/- was made in earlier years to these secured lenders towards the negotiated settlement which stand revoked as on date. On fully settling the dues of the secured lenders as per the settlement, the company will be able to come out of the negative networth and also revive its operations fully. The company has also diversified in the field of Mushroom growing in artificially controlled temperature and is hopeful of revival of its operations fully.

(iii) Auditors' Comments on (i) or (ii) above: We concur with the view of the management.

SIGNATORIES:

1. MD - G.S. SANDHU

For TARAI FOODS LIMITED
G.S. Sandhu
Managing Director

2. CFO- DR.R.P. SINGH

Dr. R.P. Singh
Executive Director
TARAI FOODS LTD
Rudrapur-263153 (Uttarakhand)

3. AUDIT COMMITTEE CHAIRMAN

VIJAY JOLLY

Expired on 19th Oct. 2016

4. STATUTORY AUDITOR

DATE: 24/10/16

PLACE: RUDRAPUR



24/10/2016
M.N. 003929